

CITY OF EDWARDSVILLE, ILLINOIS

FINANCIAL STATEMENTS AND
SUPPLEMENTARY INFORMATION

FOR THE YEAR ENDED
APRIL 30, 2021

CITY OF EDWARDSVILLE, ILLINOIS

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CITY OF EDWARDSVILLE, ILLINOIS

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INDEPENDENT AUDITOR'S REPORT

To the Mayor and City Council
City of Edwardsville, Illinois

Report on the Financial Statements

We have audited the accompanying financial statements of the of the City of Edwardsville, Illinois as of and for the year ended April 30, 2021, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audits. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Edwardsville, Illinois as of April 30, 2021, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis (pages 3 to 12), budgetary comparison information (pages 68 to 70) and schedules of pension and OPEB funding progress and related information (pages 71 to 82) be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

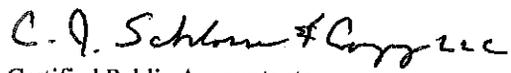
Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Edwardsville, Illinois' basic financial statements. The combining and individual nonmajor fund financial statements and other schedules are presented for purposes of additional analysis and are not a required part of the financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements, other schedules and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements, other schedules, and the schedule of expenditures of federal awards are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated September 26, 2022 on our consideration of the City of Edwardsville, Illinois' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City of Edwardsville, Illinois' internal control over financial reporting and compliance.



Certified Public Accountants
Alton, Illinois
September 26, 2022

CITY OF EDWARDSVILLE, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of the City of Edwardsville, we offer readers of the City of Edwardsville financial statements this narrative overview and analysis of the financial activities of the City of Edwardsville for the fiscal year ended April 30, 2021. All dollar amounts unless otherwise indicated, are expressed in thousands of dollars.

Profile of the City

The City of Edwardsville, the third oldest city in the State of Illinois incorporated in 1872, is located in the southwestern part of the state of Illinois. The City of Edwardsville currently occupies a land area of approximately 17 square miles and serves an estimated population of 26,808. The City is the county seat of Madison County, Illinois and the home of Southern Illinois University Edwardsville as well as the N.O. Nelson Campus of Lewis and Clark Community College. The City of Edwardsville is empowered to levy a property tax on real properties located within its boundaries. In addition, the City is empowered by state statute to extend its corporate limits by annexation, which occurs periodically when deemed appropriate by the governing council.

The City of Edwardsville has operated under the aldermanic-city form of government since 1872. Policy-making and legislative authority are vested in a governing council consisting of the mayor and seven aldermen. The governing council is responsible, among other things, for passing ordinances, adopting the appropriations ordinance, appointing committees and hiring both the City Administrator and Attorney. The City's Administrator is responsible for carrying out the policies and ordinances of the governing council and for overseeing the day-to-day operations of the government. The Council is elected on a non-partisan basis with council members serving four year staggered terms, with four council members elected at one election and three council members elected two years later each representing one ward of the City. The Mayor and City Clerk are elected at large to serve four-year terms.

The City of Edwardsville provides a full range of services, including police and fire protection, the construction and maintenance of highways, streets and other infrastructure; water, sewer and sanitation services and recreational activities and cultural events. The City of Edwardsville is also financially accountable for a legally separate Public Library which has its own governing board, who sets the operational budget and which is reported separately within the City of Edwardsville's financial statements.

Financial Highlights

- The assets of the City of Edwardsville exceeded its liabilities at the close of the most recent fiscal year by \$59,621 (net position). Of this amount, a negative balance of \$33,278 (unrestricted net position) may be used to meet the government's ongoing obligations to citizens and creditors.
- As of the close of the current fiscal year, the City of Edwardsville's governmental activities reported combined ending net position of \$27,973.
- At the end of the current fiscal year, unassigned fund balance for the general fund was \$9,314 or 47% of total general fund expenditures.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the City of Edwardsville's basic financial statements. The City of Edwardsville's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains required and other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The government-wide financial statements are designed to provide readers with a broad overview of the City of Edwardsville's finances, in a manner similar to a private-sector business.

The statement of net position presents information on all of the City's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as useful indicators of whether the financial position of the City of Edwardsville is improving or deteriorating.

The statement of activities presents information showing how the City's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g. uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the City of Edwardsville that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City of Edwardsville include general government, public safety, highways and streets, economic development and culture and recreation. The business-type activities of the City of Edwardsville include water, sewer and garbage operations.

The government-wide financial statements include not only the City of Edwardsville itself (known as the primary government), but also a legally separate Library for which the City of Edwardsville is financially accountable. Financial information for this component unit is reported separately from the financial information presented for the primary government itself.

The government-wide financial statements can be found on pages 13-14 of this report.

Fund financial statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City of Edwardsville, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City of Edwardsville can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

Governmental funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike government-wide financial statements, governmental fund financial statements focus on near-term inflows and

CITY OF EDWARDSVILLE, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

outflows of available resources, as well as on balances of resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances. These statements provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The City of Edwardsville maintains thirty individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General fund, the TIF #3 fund, and the Plummer Family Park fund, all of which are considered to be major funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

The City of Edwardsville adopts an annual budget for its general fund. A budgetary comparison statement has been provided for the major funds to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 15-18 of this report.

Proprietary funds. The City of Edwardsville maintains two different types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City of Edwardsville uses enterprise funds to account for its water, sewer and garbage operations. Internal service funds are an accounting device used to accumulate and allocate costs internally among the City of Edwardsville's various functions. The City of Edwardsville uses an internal service fund to account for its group health care costs, however since this service predominantly benefits governmental rather than business-type functions, it has been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the water, sewer and garbage operations which provide water and water distribution, sewage treatment, pumping stations and collection systems and sanitation collection activities.

The basic proprietary fund financial statements can be found on pages 19-22 of this report.

CITY OF EDWARDSVILLE, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

Fiduciary funds. Fiduciary funds are used to account for resources held in benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the City of Edwardsville's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary fund financial statements can be found on pages 23-24 of this report.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

The notes to the financial statements can be found on pages 25-67 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the City of Edwardsville's progress in funding its obligation to provide pension and other post-employment benefits to its employees.

Required supplementary information can be found on pages 68-82 of this report.

The combining statements referred to earlier in connection with non-major governmental funds are presented immediately following the required supplementary information on pensions. Combining and individual fund statements and schedules can be found on pages 83-88 of this report.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. For the City of Edwardsville, assets exceeded liabilities by \$59,621 at the close of the 2021 fiscal year.

Of this net position, a negative \$33,278 is reported as unrestricted. This balance is negative primarily due to the reporting of accrued pension liabilities that will be funded by general revenues in future years. The other major component is reflected in the City's investment in capital assets \$85,955 (e.g. land, buildings, machinery and equipment), less any related debt used to acquire those assets that is still outstanding. The City of Edwardsville uses these capital assets to provide services to citizens and consequently these assets are not available for future spending. Although the City of Edwardsville's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

CITY OF EDWARDSVILLE, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

CITY OF EDWARDSVILLE'S NET POSITION

	Governmental activities		Business-type activities		Total	
	2021	2020	2021	2020	2021	2020
Current and other assets	\$ 32,782	\$ 28,856	\$ (721)	\$ (2,195)	\$ 32,061	\$ 26,661
Capital assets	79,502	79,418	37,705	37,829	117,207	117,247
Total assets	\$ 112,284	\$ 108,274	\$ 36,984	\$ 35,634	\$ 149,268	\$ 143,908
Deferred outflows	19,482	29,327	199	505	19,681	29,832
Long-term liabilities	\$ 76,044	\$ 94,636	\$ 4,811	\$ 6,191	\$ 80,855	\$ 100,827
Other liabilities	2,196	817	312	508	2,508	1,325
Total liabilities	\$ 78,240	\$ 95,453	\$ 5,123	\$ 6,699	\$ 83,363	\$ 102,152
Deferred inflows	25,553	16,606	412	541	25,965	17,147
Net investment in capital assets	\$ 52,668	\$ 50,683	\$ 33,287	\$ 32,325	\$ 85,955	\$ 83,008
Restricted	6,944	7,095	-	-	6,944	7,095
Unrestricted	(31,639)	(32,237)	(1,639)	(3,426)	(33,278)	(35,663)
Total net position	\$ 27,973	\$ 25,541	\$ 31,648	\$ 28,899	\$ 59,621	\$ 54,440

At the end of the current fiscal year, the City of Edwardsville is able to report positive balances in net position, for the government as a whole, as well as for its separate governmental and business-type activities.

Governmental activities. Governmental activities increased the City's net position by \$2,432 as shown in the schedule below, and business-type activities reported an increase of \$2,749.

CITY OF EDWARDSVILLE'S CHANGES IN NET POSITION

	Governmental activities		Business-type activities		Total	
	2021	2020	2021	2020	2021	2020
Program revenues:						
Charges for services	\$ 3,588	\$ 4,414	\$ 14,204	\$ 12,876	\$ 17,792	\$ 17,290
Operating grants and contributions	1,197	120	-	-	1,197	120
Capital grants and contributions	2,958	1,346	-	100	2,958	1,446
General revenues:						
Property taxes	11,260	10,202	-	296	11,260	10,498
Other taxes	18,399	14,817	-	-	18,399	14,817
Other	225	700	(11)	38	214	738
Total revenues	\$ 37,627	\$ 31,599	\$ 14,193	\$ 13,310	\$ 51,820	\$ 44,909

CITY OF EDWARDSVILLE, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

CITY OF EDWARDSVILLE'S CHANGES IN NET POSITION

	Governmental activities		Business-type activities		Total	
	2021	2020	2021	2020	2021	2020
Expenses:						
General government	\$ 8,797	\$ 5,472	\$ -	\$ -	\$ 8,797	\$ 5,472
Public safety	14,135	18,557	-	-	14,135	18,557
Highways and streets	6,956	5,490	-	-	6,956	5,490
Public works	1,830	1,830	-	-	1,830	1,830
Culture and recreation	3,011	3,400	-	-	3,011	3,400
Interest on long-term debt	836	938	-	-	836	938
Water	-	-	4,764	4,683	4,764	4,683
Sewer	-	-	4,560	3,688	4,560	3,688
Garbage	-	-	1,877	1,826	1,877	1,826
Total expenses	<u>35,565</u>	<u>35,687</u>	<u>11,201</u>	<u>10,197</u>	<u>46,766</u>	<u>45,884</u>
Increase (decrease) in net position before transfers	2,062	(4,088)	2,992	3,113	5,054	(975)
Transfers	<u>370</u>	<u>457</u>	<u>(243)</u>	<u>(457)</u>	<u>127</u>	<u>-</u>
Change in net position	2,432	(3,631)	2,749	2,656	5,181	(975)
Net position, beg of year	<u>25,541</u>	<u>29,172</u>	<u>28,899</u>	<u>26,243</u>	<u>54,440</u>	<u>55,415</u>
Net position, end of year	<u>\$ 27,973</u>	<u>\$ 25,541</u>	<u>\$ 31,648</u>	<u>\$ 28,899</u>	<u>\$ 59,621</u>	<u>\$ 54,440</u>

The City of Edwardsville's revenue sources for governmental activities are well diversified between charges for services, property taxes, sales taxes and other taxes in order not to rely upon any one specific revenue source as shown in the chart below. The City has experienced an annual average increase in assessed valuation of 6.04% since 2011 thereby increasing property tax revenue while the City's combined tax rate has decreased from \$1.4693 per \$100 of assessed valuation in 2011 to \$1.4011 in 2020.

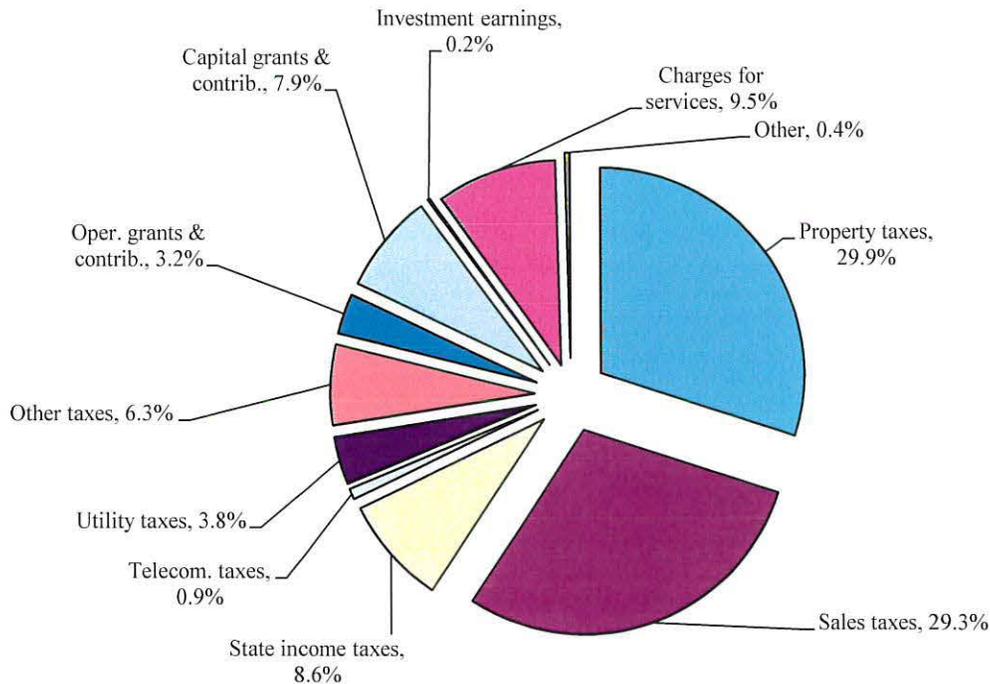
Property taxes reported an increase of \$502 as the assessed valuation increased from \$786 million in 2019 to \$888 million in 2020. The City reported a \$2,582 increase in other taxes which includes income taxes and other taxes received from the State of Illinois. Capital contributions include construction projects related to the City's infrastructure.

Total expenses for the City increased \$882. As in the prior year, the largest category of expenditures was for public safety, followed by highways and streets.

Financial Analysis of the Government's Funds

As noted earlier, the City of Edwardsville uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Revenue by Sources - Governmental Activities



Governmental funds. The focus of the City's governmental funds is to provide information on near-term inflows, outflows and balances of available resources. Such information is useful in assessing the City of Edwardsville's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

At the end of fiscal 2021, the City of Edwardsville's governmental funds reported combined ending fund balances of \$18,144. Approximately \$8,410 or 46% constitutes assigned or unassigned fund balance, which is available for spending at the government's discretion. The remainder of fund balance is either nonspendable, restricted or committed, to indicate that it is not available for new spending because it is in a nonspendable form, has already been committed to pay for capital or other projects, or is restricted for other purposes.

The general fund is the chief operating fund of the City of Edwardsville. At the end of the current fiscal year, unassigned fund balance of the general fund was \$9,314 which represents 96.3% of the City's general fund balance. As a measure of the general fund's liquidity, it may be useful to compare the fund balance to total fund expenditures. Unassigned fund balance represents 47% of total general fund expenditures. The City's general fund balance increased \$29 during the current year.

CITY OF EDWARDSVILLE, ILLINOIS
 MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

Proprietary funds. The City of Edwardsville’s proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

GENERAL FUND BUDGETARY HIGHLIGHTS

There were no changes to the budget during 2021.

CAPITAL ASSET AND DEBT ADMINISTRATION

CAPITAL ASSETS

The City of Edwardsville’s investment in capital assets for its governmental and business type activities as of April 30, 2021 and 2020 amounted to \$117,247 and \$104,794 (net of accumulated depreciation). This investment in capital assets includes land, buildings and system, construction in progress, land improvements, machinery and equipment and park facilities.

**CITY OF EDWARDSVILLE'S CAPITAL ASSETS
 (net of depreciation)**

	Governmental activities		Business-type activities		Total	
	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>
Land	\$ 6,463	\$ 5,770	\$ 547	\$ 370	\$ 7,010	\$ 6,140
Land improvements	1,241	1,503	-	-	1,241	1,503
Buildings and systems	34,859	34,640	35,589	36,112	70,448	70,752
Equipment	832	1,070	836	944	1,668	2,014
Vehicles	1,250	1,361	733	403	1,983	1,764
Infrastructure	31,972	33,033	-	-	31,972	33,033
Construction in Progress	<u>2,885</u>	<u>2,041</u>	<u>-</u>	<u>-</u>	<u>2,885</u>	<u>2,041</u>
Total	<u>\$ 79,502</u>	<u>\$ 79,418</u>	<u>\$ 37,705</u>	<u>\$ 37,829</u>	<u>\$ 117,207</u>	<u>\$ 117,247</u>

Major capital asset events during the current fiscal year included the following:

- Improvements to City Hall including roof work and new HVAC.
- Purchase of various equipment and vehicles for public safety.
- Purchase of Richard Woods property.
- Construction continued on the Plummer Family Sports Park.
- Construction continued the on the renovation of the Nickel Plate Depot.
- Continued additions to the City's infrastructure including improvements to 5th Avenue, Charles Street, Hale Avenue and Goshen Road.
- Improvements at the Dog Park.

Additional information on the City of Edwardsville’s capital assets can be found in Note 5 on pages 38-39 of this report.

LONG-TERM DEBT

At the end of the current fiscal year, the City of Edwardsville had total bonded debt outstanding of \$30,393. This amount comprises debt backed by the full faith and credit of the City. The balance of \$844 represents low interest loans from other governmental agencies.

CITY OF EDWARDSVILLE'S OUTSTANDING DEBT

	Governmental activities		Business-type activities		Total	
	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>
General obligation bonds	\$ 26,204	\$ 27,890	\$ 4,189	\$ 4,659	\$ 30,393	\$ 32,549
Loans and capital leases	<u>630</u>	<u>845</u>	<u>214</u>	<u>809</u>	<u>844</u>	<u>1,654</u>
Total revenues	<u>\$ 26,834</u>	<u>\$ 28,735</u>	<u>\$ 4,403</u>	<u>\$ 5,468</u>	<u>\$ 31,237</u>	<u>\$ 34,203</u>

The City issued three series of bonds in the current year to advance refund existing bonds. The bonds were issued at lower interest rates to provide lower overall future debt payments as well as provide a net present value savings.

The City also issued a new series of bonds to refund the existing debt service related to the special service area.

The City of Edwardsville received an AA rating from Standard & Poor's and AAA bond insurance from FGIC.

Additional information on the City of Edwardsville's long-term debt can be found in Note 6 on pages 40-43 of this report.

Economic Factors and Net Year's Budgets and Rates

The unemployment rate for the State of Illinois was 16.9%, for the St. Louis metropolitan area, which includes Edwardsville, was 15.1%. The City has seen continued growth in sales tax revenue, increased assessed valuation and population (from 14,500 in 1990 to 20,491 in 2000 and 24,293 in 2010). A special census of 26,631 was certified during March 2015.

Inflationary trends in the region compare favorably to national indices.

The City increases its water rates .10 per 1,000 gallons effective May 1 of each year. The sewer rate includes an annual 5% increase per 1,000 gallons, effective May 1 of each year. Trash service increased \$1.48 per month in August 1, 2017.

CITY OF EDWARDSVILLE, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

Requests for Information

This financial report is designed to provide a general overview of the City of Edwardsville's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Office of City Clerk/Collector, City of Edwardsville, 118 Hillsboro Avenue, Edwardsville, IL 62025

CITY OF EDWARDSVILLE, ILLINOIS

STATEMENT OF NET POSITION
APRIL 30, 2021

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	
Assets				
Cash and Investments	\$ 18,692,505	\$ 633,383	\$ 19,325,888	\$ 1,316,057
Receivables (Net of allowance for uncollectibles):	14,523,963	2,371,073	16,895,036	1,487,400
Inventory	-	161,882	161,882	-
Prepaid Expenses	361,260	215,782	577,042	13,266
Restricted Assets:				
Cash and Cash Equivalents	-	61,300	61,300	-
Net Pension Asset	64,315	10,739	75,054	-
Capital Assets:				
Land	6,462,955	547,482	7,010,437	-
Land Improvements	4,228,186	-	4,228,186	-
Buildings and Systems	43,445,335	66,430,377	109,875,712	4,891,845
Equipment	4,498,197	2,374,237	6,872,434	108,802
Vehicles	5,562,093	1,692,936	7,255,029	-
Infrastructure	97,211,438	-	97,211,438	-
Construction in Progress	2,885,247	-	2,885,247	-
Accumulated Depreciation	(84,791,404)	(33,340,253)	(118,131,657)	(4,763,537)
Total Assets	<u>\$ 113,144,090</u>	<u>\$ 41,158,938</u>	<u>\$ 154,303,028</u>	<u>\$ 3,053,833</u>
Deferred Outflows of Resources				
Loss on Bond Refunding	\$ 90,489	\$ -	\$ 90,489	\$ -
Future Pension Expense	19,391,090	198,967	19,590,057	-
	<u>\$ 19,481,579</u>	<u>\$ 198,967</u>	<u>\$ 19,680,546</u>	<u>\$ -</u>
Liabilities				
Deficit Cash	\$ 859,604	\$ 4,175,452	\$ 5,035,056	\$ -
Accounts Payable	1,582,654	202,040	1,784,694	55,879
Accrued Salaries	552,861	34,263	587,124	25,185
Accrued Interest Payable	59,972	13,933	73,905	-
Customer Deposits	-	61,300	61,300	-
Noncurrent Liabilities:				
Due Within One Year	2,327,146	554,061	2,881,207	-
Due in More Than One Year	73,717,426	4,256,862	77,974,288	158,827
Total Liabilities	<u>79,099,663</u>	<u>9,297,911</u>	<u>88,397,574</u>	<u>239,891</u>
Deferred Inflows of Resources				
Future Pension Expense	14,398,429	411,615	14,810,044	-
Unearned Revenue	11,154,321	-	11,154,321	1,487,400
	<u>\$ 25,552,750</u>	<u>\$ 411,615</u>	<u>\$ 25,964,365</u>	<u>\$ 1,487,400</u>
Net Position				
Net Investment in Capital Assets	52,667,714	33,287,786	85,955,500	237,110
Restricted	6,944,063	-	6,944,063	-
Unrestricted	(31,638,521)	(1,639,407)	(33,277,928)	1,089,432
Total Net Position	<u>\$ 27,973,256</u>	<u>\$ 31,648,379</u>	<u>\$ 59,621,635</u>	<u>\$ 1,326,542</u>

The notes to the financial statements are an integral part of this statement

CITY OF EDWARDSVILLE, ILLINOIS

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED APRIL 30, 2021

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position			Component Unit
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		Total	
					Governmental Activities	Business-type Activities		
Primary Government:								
Governmental Activities:								
General Government	\$ 8,797,073	\$ 509,849	\$ -	\$ -	\$ (8,287,224)		\$ (8,287,224)	
Public Safety	14,135,078	1,791,824	1,123,429	-	(11,219,825)		(11,219,825)	
Highways and Streets	6,955,996	-	22,586	1,849,042	(5,084,368)		(5,084,368)	
Public Works	1,830,983	535,610	-	-	(1,295,373)		(1,295,373)	
Culture and Recreation	3,010,941	750,406	50,821	1,108,860	(1,100,854)		(1,100,854)	
Interest on Long-term Debt	835,902	-	-	-	(835,902)		(835,902)	
Total Governmental Activities	35,565,973	3,587,689	1,196,836	2,957,902	(27,823,546)		(27,823,546)	
Business-type Activities:								
Water	4,763,729	7,121,877	-	-		\$ 2,358,148	2,358,148	
Sewer	4,560,070	5,290,521	-	-		730,451	730,451	
Garbage	1,876,959	1,791,819	-	-		(85,140)	(85,140)	
Total Business-type Activities	11,200,758	14,204,217	-	-		3,003,459	3,003,459	
Total Primary Government	\$ 46,766,731	\$ 17,791,906	\$ 1,196,836	\$ 2,957,902	(27,823,546)	3,003,459	(24,820,087)	
Component Unit:								
Library	\$ 1,219,570	\$ 21,436	\$ 46,214	\$ -				\$ (1,151,920)
Total Component Unit	\$ 1,219,570	\$ 21,436	\$ 46,214	\$ -				(1,151,920)
General Revenues:								
Property Tax, Levied for General Purposes					11,259,957	-	11,259,957	1,497,667
Sales and Use Tax					11,027,359	-	11,027,359	-
Replacement Tax					280,142	-	280,142	21,315
State Income Tax					3,232,533	-	3,232,533	-
Motor Fuel Tax					1,026,531	-	1,026,531	-
Telecommunications Tax					326,680	-	326,680	-
Utility Tax					1,428,298	-	1,428,298	-
Motel Tax					409,738	-	409,738	-
Food and Beverage Tax					635,375	-	635,375	-
Amusement Tax					33,246	-	33,246	-
Unrestricted Investment Earnings					69,503	(11,112)	58,391	6,717
Miscellaneous					156,109	-	156,109	73,948
Transfers					369,972	(243,181)	126,791	(126,791)
Total General Revenues and Transfers					30,255,443	(254,293)	30,001,150	1,472,856
Change in Net Position					2,431,897	2,749,166	5,181,063	320,936
Net Position - Beginning					25,541,359	28,899,213	54,440,572	1,005,606
Net Position - Ending					\$ 27,973,256	\$ 31,648,379	\$ 59,621,635	\$ 1,326,542

The notes to the financial statements are an integral part of this statement

CITY OF EDWARDSVILLE, ILLINOIS

BALANCE SHEET
GOVERNMENTAL FUNDS
APRIL 30, 2021

	<u>General Fund</u>	<u>TIF #3 Fund</u>	<u>Plummer Family Park Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<u>Assets</u>					
Cash and Investments	\$ 8,573,781	\$ 1,587,271	\$ 295,988	\$ 8,007,987	\$ 18,465,027
Receivables (Net, where applicable, of allowances for uncollectibles):					
Property Tax	7,416,800	-	-	2,730,700	10,147,500
Services	302,266	-	-	99,126	401,392
Intergovernmental	2,727,103	-	-	968,102	3,695,205
Interest	8,026	-	-	2,558	10,584
Other	36,244	-	16,391	216,647	269,282
Due From Other Funds	13,988	-	-	31,362	45,350
Prepaid Expenses	356,182	-	-	5,078	361,260
Total Assets	<u>\$ 19,434,390</u>	<u>\$ 1,587,271</u>	<u>\$ 312,379</u>	<u>\$ 12,061,560</u>	<u>\$ 33,395,600</u>
 <u>Liabilities, Deferred Inflows of Resources, and Fund Balance</u>					
Liabilities:					
Cash Deficit	\$ -	\$ -	\$ -	\$ 859,604	\$ 859,604
Accounts Payable	371,013	-	-	1,210,553	1,581,566
Accrued Salaries and Compensated Absences	550,070	-	-	2,791	552,861
Due to Other Funds	19,756	-	-	21,306	41,062
Total Liabilities	<u>940,839</u>	<u>-</u>	<u>-</u>	<u>2,094,254</u>	<u>3,035,093</u>
 Deferred Inflows of Resources:					
Unearned Revenue	8,823,821	-	379,732	3,013,176	12,216,729
 Fund Balance:					
Nonspendable	356,182	-	-	265,461	621,643
Restricted	-	1,587,271	-	5,356,792	6,944,063
Committed	-	-	-	2,168,027	2,168,027
Unassigned	9,313,548	-	(67,353)	(836,150)	8,410,045
Total Fund Balance	<u>9,669,730</u>	<u>1,587,271</u>	<u>(67,353)</u>	<u>6,954,130</u>	<u>18,143,778</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balance	<u>\$ 19,434,390</u>	<u>\$ 1,587,271</u>	<u>\$ 312,379</u>	<u>\$ 12,061,560</u>	<u>\$ 33,395,600</u>

The notes to the financial statements are an integral part of this statement

CITY OF EDWARDSVILLE, ILLINOIS

RECONCILIATION OF THE BALANCE SHEET OF THE
GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION
APRIL 30, 2021

Amounts reported for governmental fund balances are different because:

Fund balances - total governmental funds	\$ 18,143,778
Capital assets used in governmental activities are not financial resources and, therefore, are not reported on the balance sheet of the governmental funds.	79,502,047
The amount of compensated absences is not recorded as a liability on the balance sheet of the governmental funds.	(2,616,445)
The amount of accrued retirement benefits is not recorded as a liability on the balance sheet of the governmental funds.	(2,717,714)
The amount of the net pension liability related to the police and fire pensions is not recorded as a liability on the balance sheet of the governmental funds.	(43,858,677)
The amount of the net pension liability related to IMRF and SLEP is not recorded as a liability on the balance sheet of the governmental funds.	46,912
The amount of the future pension expense related to the pension funds of the City is not recorded as an asset on the balance sheet of the governmental funds.	4,992,661
Long-term debt (e.g., bonds, leases) is not reported as a liability on the balance sheet of the governmental funds.	(26,834,333)
Accrued interest payable on the long-term debt is not reported as a liability on the balance sheet of the governmental funds.	(59,972)
Some receivables are not available to pay current-period expenditures and, therefore, are deferred in the governmental funds balance sheet, but recognized as revenue as economic financial resources.	1,062,408
Net effect of including internal service fund in governmental activities.	222,102
Deferred losses on debt refundings are not reported as a deferred outflow to be amortized on the balance sheet of the governmental funds.	<u>90,489</u>
Net position of governmental activities	<u>\$ 27,973,256</u>

The notes to the financial statements are an integral part of this statement

CITY OF EDWARDSVILLE, ILLINOIS

STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED APRIL 30, 2021

	<u>General Fund</u>	<u>TIF #3 Fund</u>	<u>Plummer Family Park Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Revenues:					
Property Tax	\$ 5,739,949	\$ 1,914,890	\$ -	\$ 3,605,118	\$ 11,259,957
Intergovernmental:					
Sales and Use Tax	8,370,357	-	-	2,260,470	10,630,827
Replacement Tax	280,142	-	-	-	280,142
State Income Tax	3,232,533	-	-	-	3,232,533
Motor Fuel Tax	-	-	-	1,026,531	1,026,531
Telecommunications Tax	166,937	-	-	166,937	333,874
Grants	1,145,514	-	-	1,687,077	2,832,591
Other Local Taxes	114,391	-	135,146	2,257,120	2,506,657
Licenses, Fees and Permits	302,589	-	-	-	302,589
Charges for Services	2,057,157	-	52,822	955,879	3,065,858
Fines	163,099	-	-	56,143	219,242
Investment Earnings	30,208	19,631	(2,190)	21,116	68,765
Miscellaneous Revenues/Reimbursements	149,113	-	139,200	1,027,977	1,316,290
Total Revenues	<u>21,751,989</u>	<u>1,934,521</u>	<u>324,978</u>	<u>13,064,368</u>	<u>37,075,856</u>
Expenditures:					
Current:					
General Government	3,550,846	2,805,164	-	2,108,872	8,464,882
Public Safety	10,956,454	-	-	9,069	10,965,523
Highways and Streets	2,069,801	-	-	2,003,148	4,072,949
Public Works	1,805,259	-	-	-	1,805,259
Culture and Recreation	1,230,164	-	89,509	484,145	1,803,818
Debt Service:					
Principal	-	-	677,471	1,480,782	2,158,253
Interest/Fees	-	-	325,335	474,456	799,791
Capital Outlay	188,387	-	749,251	4,073,482	5,011,120
Total Expenditures	<u>19,800,911</u>	<u>2,805,164</u>	<u>1,841,566</u>	<u>10,633,954</u>	<u>35,081,595</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>1,951,078</u>	<u>(870,643)</u>	<u>(1,516,588)</u>	<u>2,430,414</u>	<u>1,994,261</u>
Other Financing Sources (Uses):					
Transfers In (Out)	(1,921,816)	(603,065)	1,758,819	1,136,034	369,972
Payment to Bond Escrow Agent	-	-	(9,327,854)	(8,256,657)	(17,584,511)
Proceeds from Debt	-	-	9,365,000	8,310,000	17,675,000
Total Other Financing Sources (Uses)	<u>(1,921,816)</u>	<u>(603,065)</u>	<u>1,795,965</u>	<u>1,189,377</u>	<u>460,461</u>
Net Change in Fund Balances	29,262	(1,473,708)	279,377	3,619,791	2,454,722
Fund Balance, Beginning of Year	<u>9,640,468</u>	<u>3,060,979</u>	<u>(346,730)</u>	<u>3,334,339</u>	<u>15,689,056</u>
Fund Balance, End of Year	<u>\$ 9,669,730</u>	<u>\$ 1,587,271</u>	<u>\$ (67,353)</u>	<u>\$ 6,954,130</u>	<u>\$ 18,143,778</u>

The notes to the financial statements are an integral part of this statement

CITY OF EDWARDSVILLE, ILLINOIS

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED APRIL 30, 2021

Amounts reported for governmental activities in the statement of activities
are different because:

Net change in fund balances - total governmental funds	\$ 2,454,722
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays (\$5,011,120) and contributed capital (\$161,966) exceeded depreciation expense (\$5,089,064) in the current year.	84,022
The amount of the net pension liability and future pension expense related to the police and fire pension funds are not recorded as an expense in the fund financial statements. In the statement of activities, these amounts are included and recorded currently in the public safety functional expense category. This amount is the difference between the beginning and ending balances that has been included in the statement of activities.	(2,982,652)
The amount of the net pension liability and future pension expense related to IMRF are not recorded as an expense in the fund financial statements. In the statement of activities, these amounts are included and recorded currently in the appropriate functional expense category. This amount is the difference between the beginning and ending balances that has been included in the statement of activities.	844,492
The amount of compensated absences is not recorded as expense in the fund financial statements. In the statement of activities, these amounts are included and recorded currently in the various functional expense categories. This amount is the difference between beginning and ending compensated absences balances that has been included in the statement of activities.	(96,720)
The amount of accrued retirement benefits is not recorded as expense in the fund financial statements. In the statement of activities, these amounts are included and recorded currently in the various functional expense categories. This amount is the current year addition to accrued retirement benefits that has been included in the statement of activities.	(261,674)
The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of those differences in the treatment of long-term debt and related items.	2,031,653
Net effect of including internal service fund in governmental activities.	(31,284)
Some intergovernmental revenues will not be collected for several months after the City's fiscal year end. They are not considered "available" revenues in the governmental funds. This is the change in deferred revenues between fiscal years.	<u>389,338</u>
Change in net position of governmental activities	<u>\$ 2,431,897</u>

The notes to the financial statements are an integral part of this statement

CITY OF EDWARDSVILLE, ILLINOIS

STATEMENT OF NET POSITION
 PROPRIETARY FUNDS
 APRIL 30, 2021

	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Fund
	Major Funds		Non-Major	Total	
	Water	Sewer	Garbage		
ASSETS					
Current Assets:					
Cash and Investments	\$ -	\$ 633,383	\$ -	\$ 633,383	\$ 227,478
Receivables:					
Customer/Unbilled	1,064,781	955,697	350,595	2,371,073	-
Inventory, at Cost	161,882	-	-	161,882	-
Prepaid Expenses	34,884	20,044	160,854	215,782	-
Total Current Assets	<u>1,261,547</u>	<u>1,609,124</u>	<u>511,449</u>	<u>3,382,120</u>	<u>227,478</u>
Noncurrent Assets:					
Restricted Cash and Cash Equivalents	61,300	-	-	61,300	-
Net Pension Asset	7,211	3,528	-	10,739	-
Capital Assets:					
Land	177,530	369,952	-	547,482	-
Equipment	1,091,353	1,282,884	-	2,374,237	-
Vehicles	745,025	947,911	-	1,692,936	-
Plant and System	30,710,022	35,720,355	-	66,430,377	-
Less: Accumulated Depreciation	<u>(13,084,975)</u>	<u>(20,255,278)</u>	<u>-</u>	<u>(33,340,253)</u>	<u>-</u>
Total Noncurrent Assets	<u>19,707,466</u>	<u>18,069,352</u>	<u>-</u>	<u>37,776,818</u>	<u>-</u>
Total Assets	<u>20,969,013</u>	<u>19,678,476</u>	<u>511,449</u>	<u>41,158,938</u>	<u>227,478</u>
DEFERRED OUTFLOWS OF RESOURCES					
Future Pension Expense	\$ 133,595	\$ 65,372	\$ -	\$ 198,967	\$ -
LIABILITIES					
Current Liabilities:					
Deficit Cash	4,041,401	-	134,051	4,175,452	-
Accounts Payable	96,535	105,505	-	202,040	1,088
Accrued Salaries	21,983	12,280	-	34,263	-
Due to Other Funds	-	-	-	-	4,288
Loans Payable - Current	7,401	-	-	7,401	-
Total Current Liabilities	<u>4,167,320</u>	<u>117,785</u>	<u>134,051</u>	<u>4,419,156</u>	<u>5,376</u>
Current Liabilities (Payable from Restricted Assets):					
Accrued Interest	13,933	-	-	13,933	-
General Obligation Debt - Current	546,660	-	-	546,660	-
Customer Deposits	61,300	-	-	61,300	-
Total Current Liabilities (Payable from Restricted Assets)	<u>621,893</u>	<u>-</u>	<u>-</u>	<u>621,893</u>	<u>-</u>
Noncurrent Liabilities:					
Accrued Retirement Health Benefits	141,180	88,237	-	229,417	-
Accrued Compensated Absences	114,816	63,630	-	178,446	-
General Obligation Debt (Net of Current Portion)	3,642,320	-	-	3,642,320	-
Loans Payable	206,679	-	-	206,679	-
Total Noncurrent Liabilities	<u>4,104,995</u>	<u>151,867</u>	<u>-</u>	<u>4,256,862</u>	<u>-</u>
Total Liabilities	<u>8,894,208</u>	<u>269,652</u>	<u>134,051</u>	<u>9,297,911</u>	<u>5,376</u>
DEFERRED INFLOWS OF RESOURCES					
Future Pension Expense	\$ 276,376	\$ 135,239	\$ -	\$ 411,615	\$ -
NET POSITION					
Net Investment in Capital Assets	15,221,962	18,065,824	-	33,287,786	-
Unrestricted	<u>(3,289,938)</u>	<u>1,273,133</u>	<u>377,398</u>	<u>(1,639,407)</u>	<u>222,102</u>
Total Net Position	<u>\$ 11,932,024</u>	<u>\$ 19,338,957</u>	<u>\$ 377,398</u>	<u>\$ 31,648,379</u>	<u>\$ 222,102</u>

The notes to the financial statements are an integral part of this statement

CITY OF EDWARDSVILLE, ILLINOIS

STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED APRIL 30, 2021

	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Fund
	Major Funds		Non-Major	Total	
	Water	Sewer	Garbage		
Operating Revenue:					
Customer User Charges	\$ 6,926,367	\$ 4,357,890	\$ 1,791,819	\$ 13,076,076	\$ -
Other Service Contributions	-	-	-	-	3,228,757
Tap On Fees	195,410	914,066	-	1,109,476	-
Miscellaneous	100	18,565	-	18,665	-
Total Operating Revenue	<u>7,121,877</u>	<u>5,290,521</u>	<u>1,791,819</u>	<u>14,204,217</u>	<u>3,228,757</u>
Operating Expenses:					
Personal Services	946,608	531,255	-	1,477,863	-
Contractual Services	1,991,855	2,838,820	1,876,959	6,707,634	3,260,779
Supplies	511,214	88,018	-	599,232	-
Heat, Light, and Power	473,365	277,980	-	751,345	-
Depreciation	709,463	818,955	-	1,528,418	-
Total Operating Expenses	<u>4,632,505</u>	<u>4,555,028</u>	<u>1,876,959</u>	<u>11,064,492</u>	<u>3,260,779</u>
Operating Income (Loss)	<u>2,489,372</u>	<u>735,493</u>	<u>(85,140)</u>	<u>3,139,725</u>	<u>(32,022)</u>
Nonoperating Revenue (Expense):					
Interest Income	(17,261)	5,923	226	(11,112)	738
Interest Expense	(131,224)	(5,042)	-	(136,266)	-
Total Nonoperating Revenue (Expense)	<u>(148,485)</u>	<u>881</u>	<u>226</u>	<u>(147,378)</u>	<u>738</u>
Income (Loss) before Transfers	2,340,887	736,374	(84,914)	2,992,347	(31,284)
Transfers In (Out)	<u>(56,733)</u>	<u>(186,448)</u>	<u>-</u>	<u>(243,181)</u>	<u>-</u>
Change in Net Position	2,284,154	549,926	(84,914)	2,749,166	(31,284)
Net Position, Beginning of Year	<u>9,647,870</u>	<u>18,789,031</u>	<u>462,312</u>	<u>28,899,213</u>	<u>253,386</u>
Net Position, End of Year	<u>\$ 11,932,024</u>	<u>\$ 19,338,957</u>	<u>\$ 377,398</u>	<u>\$ 31,648,379</u>	<u>\$ 222,102</u>

The notes to the financial statements are an integral part of this statement

CITY OF EDWARDSVILLE, ILLINOIS

STATEMENT OF CASH FLOWS
 PROPRIETARY FUNDS
 FOR THE YEAR ENDED APRIL 30, 2021

	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Fund
	Major Funds		Non- Major	Total	
	Water	Sewer	Garbage		
Cash flows from operating activities:					
Receipts for services	\$ 7,047,005	\$ 5,251,244	\$ 1,806,413	\$ 14,104,662	\$ 3,228,757
Payments to suppliers	(3,471,559)	(3,459,495)	(1,881,150)	(8,812,204)	(3,239,094)
Payments to employees	(693,465)	(357,094)	-	(1,050,559)	-
Other fees	100	18,565	-	18,665	-
Net cash provided (used) by operating activities	<u>2,882,081</u>	<u>1,453,220</u>	<u>(74,737)</u>	<u>4,260,564</u>	<u>(10,337)</u>
Cash flows from capital and related financing activities:					
Acquisition and construction of capital assets	(272,546)	(1,131,238)	-	(1,403,784)	-
Principal paid on bonds	(2,910,380)	-	-	(2,910,380)	-
Interest/issuance costs paid	(147,125)	(11,316)	-	(158,441)	-
Proceeds from bonds	2,440,000	-	-	2,440,000	-
Principal paid on loans	(940)	(593,945)	-	(594,885)	-
Net cash provided (used) by capital and related financing activities	<u>(890,991)</u>	<u>(1,736,499)</u>	<u>-</u>	<u>(2,627,490)</u>	<u>-</u>
Cash flows from non-capital financing activities:					
Payments from (to) other funds	(6,015,230)	(108,076)	(78,372)	(6,201,678)	-
Customer deposits	(3,390)	-	-	(3,390)	-
Net cash provided (used) by non-capital financing activities	<u>(6,018,620)</u>	<u>(108,076)</u>	<u>(78,372)</u>	<u>(6,205,068)</u>	<u>-</u>
Cash flows from investing activities:					
Interest on investments	(17,261)	5,923	226	(11,112)	738
Net cash provided (used) by investing activities	<u>(17,261)</u>	<u>5,923</u>	<u>226</u>	<u>(11,112)</u>	<u>738</u>
Net change in cash and cash equivalents	(4,044,791)	(385,432)	(152,883)	(4,583,106)	(9,599)
Cash and cash equivalents, beginning of year	64,690	1,018,815	18,832	1,102,337	237,077
Cash and cash equivalents, end of year	<u>\$ (3,980,101)</u>	<u>\$ 633,383</u>	<u>\$ (134,051)</u>	<u>\$ (3,480,769)</u>	<u>\$ 227,478</u>

The notes to the financial statements are an integral part of this statement

CITY OF EDWARDSVILLE, ILLINOIS

STATEMENT OF CASH FLOWS
 PROPRIETARY FUNDS
 FOR THE YEAR ENDED APRIL 30, 2021

	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Fund
	Major Funds		Non-Major	Total	
	Water	Sewer	Garbage		
Reconciliation of operating income to net cash provided (used) by operating activities:					
Operating income (loss)	\$ 2,489,372	\$ 735,493	\$ (85,140)	\$ 3,139,725	\$ (32,022)
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:					
Depreciation	709,463	818,955	-	1,528,418	-
Net pension liability and deferrals	(96,664)	(60,717)	-	(157,381)	-
Net OPEB and deferrals	(4,243)	39,762	-	35,519	-
(Increase) decrease in:					
Customer receivable/unbilled	(74,772)	(20,712)	14,594	(80,890)	-
Inventory	(2,243)	-	-	(2,243)	-
Prepaid expenses	(453)	(102)	(4,191)	(4,746)	22,757
Increase (decrease) in:					
Accounts payable	(106,442)	(73,547)	-	(179,989)	(1,072)
Accrued salaries/vacation/sick	(31,937)	14,088	-	(17,849)	-
Net cash provided (used) by operating activities	<u>\$ 2,882,081</u>	<u>\$ 1,453,220</u>	<u>\$ (74,737)</u>	<u>\$ 4,260,564</u>	<u>\$ (10,337)</u>

The notes to the financial statements are an integral part of this statement

CITY OF EDWARDSVILLE, ILLINOIS

STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
APRIL 30, 2021

	<u>Pension Trust Funds</u>			<u>Custodial Fund</u>
	<u>Police Pension</u>	<u>Fire Pension</u>	<u>Total</u>	<u>St. Louis Street SSA</u>
<u>Assets</u>				
Cash and Cash Equivalents	\$ 248,655	\$ 188,292	\$ 436,947	\$ (350)
Investments:				
US Treasury Securities	6,161,766	3,808,311	9,970,077	-
Corporate Bonds	2,771,704	1,681,018	4,452,722	-
Mutual Funds	18,692,309	11,763,847	30,456,156	-
Receivables:				
Property Tax	1,128,500	982,500	2,111,000	-
Other	-	15,365	15,365	-
Interest	57,800	35,421	93,221	-
Prepaid Expenses	-	1,748	1,748	-
Total Assets	<u>29,060,734</u>	<u>18,476,502</u>	<u>47,537,236</u>	<u>(350)</u>
<u>Liabilities</u>				
Accounts Payable	<u>6,929</u>	<u>6,350</u>	<u>13,279</u>	<u>-</u>
Total Liabilities	<u>6,929</u>	<u>6,350</u>	<u>13,279</u>	<u>-</u>
<u>Net Position</u>				
Held for Future Debt Service	\$ -	\$ -	\$ -	\$ (350)
Held in Trust for Pension				
Benefits and Other Purposes	<u>29,053,805</u>	<u>18,470,152</u>	<u>47,523,957</u>	<u>-</u>
	<u>29,053,805</u>	<u>18,470,152</u>	<u>47,523,957</u>	<u>(350)</u>

The notes to the financial statements are an integral part of this statement

CITY OF EDWARDSVILLE, ILLINOIS

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE YEAR ENDED APRIL 30, 2021

	Pension Trust Funds			Custodial Fund
	Police Pension	Fire Pension	Total	St. Louis Street SSA
<u>Additions</u>				
Contributions:				
Employer Contributions	\$ 1,241,823	\$ 1,070,440	\$ 2,312,263	\$ 34,798
Employee Contributions	371,922	265,154	637,076	-
Investment Income:				
Investment Income	7,493,845	4,571,665	12,065,510	-
Less: Investment Expense	(36,552)	(26,386)	(62,938)	-
Net Investment Income	<u>7,457,293</u>	<u>4,545,279</u>	<u>12,002,572</u>	-
Total Additions	<u>9,071,038</u>	<u>5,880,873</u>	<u>14,951,911</u>	<u>34,798</u>
<u>Deductions</u>				
Benefits	1,467,425	1,135,194	2,602,619	-
Refund of Contributions	35,978	11,744	47,722	-
Administrative Expenses	21,937	19,881	41,818	-
Debt Retirement	-	-	-	35,224
Total Deductions	<u>1,525,340</u>	<u>1,166,819</u>	<u>2,692,159</u>	<u>35,224</u>
Change in Net Position	7,545,698	4,714,054	12,259,752	(426)
Net Position, Beginning of Year	<u>21,508,107</u>	<u>13,756,098</u>	<u>35,264,205</u>	<u>76</u>
Net Position, End of Year	<u>\$ 29,053,805</u>	<u>\$ 18,470,152</u>	<u>\$ 47,523,957</u>	<u>\$ (350)</u>

The notes to the financial statements are an integral part of this statement

CITY OF EDWARDSVILLE, ILLINOIS

NOTES TO FINANCIAL STATEMENTS APRIL 30, 2021

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Edwardsville, Illinois is a municipal corporation which operates under an aldermanic-city form of government and provides the following services: public safety (police and fire), highways and streets, sanitation, culture and recreation, water and sewerage and general administrative services. The City Administrator and aldermen exercise oversight responsibility for these governmental services.

The financial statements of the City of Edwardsville, Illinois ("City") have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the City's accounting policies are described below.

(a) The financial reporting entity

The City is a political subdivision of the State of Illinois. An elected board of seven aldermen and a mayor governs the City. One alderman is elected from each of the City's seven wards. These financial statements present all the fund types of the City (the primary government) and its component units. Component units are legally separate entities for which the City is financially accountable. Component units, although legally separate entities, are part of the City's operations.

Edwardsville Public Library

The Edwardsville Public Library (the Library) is governed by a board appointed by the Mayor with the advice and consent of the City Council. The Library provides services to residents within the geographic boundaries of the City. Budgetary and tax levy functions are also combined with the City.

As required by GAAP, these financial statements present the City and its component unit. The component unit (the Library) is included in the City's reporting entity because of the significance of its operational or financial relationship with the City. The Library is presented as a discretely presented component unit in a separate column in the financial statements of the City. The Library is reported in this manner to indicate that it is legally separate from the City. The City maintains the financial reporting statements for the Library.

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

(b) Government-wide and fund financial statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. The primary government is also reported separately from component units for which the primary government is financially accountable.

The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

(c) Measurement focus, basis of accounting and financial statement presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government generally considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Property taxes, intergovernmental taxes, utility taxes, franchise taxes, service revenue and interest associated with the current fiscal period are all considered to be susceptible to accrual and have been recognized, when applicable, as revenues of the current fiscal period. Other revenue items are considered to be measurable and available only when cash is received by the government.

The government reports the following major governmental funds:

The General fund is the City's primary operating fund. This fund accounts for all financial resources of the City, except those required to be accounted for in another fund.

The TIF #3 fund accounts for the taxes received and amounts paid related to TIF development expenses.

The Plummer Family Park fund accounts for the revenues and related capital costs related to the additions at Plummer Family Park.

The government reports the following major proprietary funds:

The water and sewer funds account for all activities related to the billing, administration, distribution and collection processes of the water and sewer utilities. The City operates the water distribution system as well as the sewage treatment plant, sewage pumping stations and collection systems.

Additionally, the government reports the following fund types:

The internal service fund accounts for the activities of the group health insurance fund, which consists of the collections of employee's share of premiums and payment of premiums to health, life and disability insurance providers for the City's eligible and covered employees and retirees.

The pension trust funds account for the activities of the police and fire pension funds, which accumulate resources for pension benefit payments to qualified public safety employees.

Permanent funds include the police department endowment fund and the mobile intensive care unit fund. The police department endowment fund accumulates resources for equipment and other police department expenditures and the mobile intensive care unit fund accumulates resources for equipment and vehicle purchases related to the City's ambulance services.

The custodial fund accounts for the activities of the St. Louis Street SSA fund, which collect taxes on a fiduciary basis in order to pay for debt service and improvements in the specific area.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are reimbursements between funds for direct costs applicable to the other fund.

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the City's enterprise funds are charges to customers for sales and services. The City also recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

(d) Assets, liabilities and net assets or equity

Deposits and investments

The City's cash and cash equivalents are considered to be cash on hand, demand deposits, certificates of deposits and short-term investments with original maturities of three months or less. All short-term cash surpluses are maintained in cash and investment pools and the interest is allocated to each fund based on month-end balances and investment policies.

The City is authorized by state statute to invest in obligations of the United States of America, insured interest bearing accounts of banks, savings and loan associations or credit unions, certain short-term obligations of corporations organized in the United States of America, money market mutual funds that invest in obligations of the United States of America or its agencies or are guaranteed by the full faith and credit of the United States of America, and the Illinois Funds. The pension trust funds are also allowed to invest limited percentages of their monies in bonds, mutual funds and equity securities.

All deposits and investments are recorded in all funds at fair value. Investment income is recognized as earned. Gains or losses on sales and exchanges of fixed-income securities are recognized on the transaction date.

Receivables and payables

Activities between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as "due to/from other funds" Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

All trade and property tax receivables are shown net of an allowance for uncollectible amounts.

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

The allowance for uncollectible amounts, which has been deducted from the related receivable on the statement of net position, consists of the following amounts.

General Fund	Ambulance Receivables	\$ 536,731
Proprietary Fund	Water Customer Receivables	33,479
Proprietary Fund	Sewer Customer Receivables	24,008
Proprietary Fund	Garbage Customer Receivables	17,333

Unbilled water, sewer and garbage customer receivables related to the business-type activities are recorded at year-end. They are determined by taking cycle billings subsequent to April 30 and prorating the applicable number of days to the current fiscal year.

The City levied its property taxes on December 1, 2020 based upon the assessed valuation as of the previous January 1. Property taxes are due in four installments. Collections of property taxes normally begin in June and July and are considered delinquent after the due dates. Property taxes for 2020 become an enforceable lien in January 2021. Because this tax levy will be used to pay for expenses budgeted in fiscal year 2022, no part of this tax levy is shown as tax revenue as of April 30, 2021 in the statement of activities.

Inventories and prepaid items

All inventories are valued at cost using the first-in/first-out (FIFO) method. Inventories of governmental funds are recorded as expenditures when consumed rather than when purchased. Inventory in the business-type fund consists of waterworks supplies.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

Restricted assets

Certain balances of the enterprise funds are set aside for the repayment of customer balances.

These amounts are classified as restricted accounts on the balance sheet and are as follows:

Water Meter Deposit	\$ 61,300
---------------------	-----------

Capital assets

Capital assets, which include property, plant and equipment, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. The government defines capital assets as assets with an initial, individual cost of more than \$10,000 and an estimated useful life in excess of two years. Such assets are recorded at either historical cost, or estimated historical cost if purchased or constructed. Donated capital assets are recorded at the estimated fair market value at the date of donation.

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects when constructed.

Property, plant and equipment of the primary government, as well as the component unit, are depreciated using the straight line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings and improvements	7 - 40
Infrastructure	5 - 30
System infrastructure	7 - 50
Vehicles	3 - 10
Office and other equipment	5 - 10

Compensated absences

Accumulated unpaid vacation and sick pay amounts are accrued when incurred. The City's policy permits employees to earn vacation time based on length of service. In addition, sick leave accumulates according to the various contracts with the City employees. Upon voluntary separation, all full-time employees of the City who have been employed for at least five full years shall receive 50 percent of unused sick leave. Upon retirement, as defined by the Illinois Compiled Statutes, an employee will be paid 100 percent of accumulated sick leave up to a maximum of 720 hours. Upon termination for just cause, an employee will not be compensated for any unused or accumulated sick leave.

At April 30, 2021, the City estimated that the accumulated liability for unused vacation and sick leave for governmental fund employees totaled \$2,616,445. Amounts reflected in the financial statements at April 30, 2021 for enterprise fund employees related to unused vacation and sick leave benefits totaled \$178,446.

Long-term obligations

In the government-wide financial statements, and proprietary fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities or proprietary fund type statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount.

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources.

Estimates

Management uses estimates and assumptions in preparing these financial statements in accordance with accounting principles generally accepted in the United States of America. These estimates and assumptions affect the reported amounts of assets and liabilities and the reported revenues and expenditures. Actual results could vary from estimates that were used.

Fund balances

In the fund financial statements, the City classifies the fund balances based upon the following criteria:

Nonspendable - includes amounts that cannot be spent because they are either 1) not in spendable form, or 2) legally or contractually required to remain intact.

Restricted - balances with constraints that are either externally imposed by creditors or imposed by law through constitutional provisions or enabling legislation.

Committed - balances that are to be only used for specific purposes pursuant to constraints imposed by formal action of the City Council, the government's highest level of decision-making authority.

Assigned - balances that are constrained by the government's intent to be used for specific purposes, but are neither restricted nor committed.

Unassigned - the residual classification of the General Fund balance.

When expenditures are incurred for which the City has both restricted and unrestricted funds available, the City spends any restricted funds before using unrestricted sources. Likewise, the City uses committed, assigned and then unassigned balances, in that order, when spending amounts for which all three categories are available. The following details the description and amount of all constraints recorded by the City in the fund financial statements:

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

The following details the description and amount of all constraints recorded by the City in the fund financial statements:

<u>Governmental Funds</u>	
Nonspendable:	
Prepaid Insurance	\$ 361,260
Permanent Endowment	<u>260,383</u>
	<u>\$ 621,643</u>
Restricted:	
TIF Fund Balances	\$ 3,878,019
Motor Fuel Tax Fund	2,529,128
ESDA Fund	32,249
Retirement Fund	226,115
Forfeiture Funds	64,124
Incremental Sales Tax Fund	132,747
Permanent Funds	<u>81,681</u>
	<u>\$ 6,944,063</u>
Committed:	
Tourism Fund	\$ 86,038
SIUE Public Safety Fund	418
Public Safety Facilities	333,987
Plummer Family Park	70,248
Capital Equipment Fund	1,368,522
Willey Theatre Fund	<u>308,814</u>
	<u>\$ 2,168,027</u>

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE 2: BUDGETARY AND LEGAL COMPLIANCE

Annual appropriated budgets are adopted for all governmental funds. All annual appropriations lapse at fiscal year-end. Project length financial plans are adopted for all capital projects funds.

On April 21, 2020, the City Council approved an ordinance adopting the annual appropriations. The City also develops an annual budget which is the budgetary data reflected in these financial statements. Formal budgetary integration is employed as a management control device during the year for the governmental funds.

The City prepares its annual budget on the cash basis (budget basis) which differs from accounting principles generally accepted in the United States of America (GAAP basis). The budget and all transactions are presented in accordance with the City's method (budget basis) in the required supplementary information for the major governmental funds to provide a meaningful comparison of actual results with the budget. The difference between budget and GAAP basis is that the budget is prepared on the cash basis of accounting.

Budgeted amounts are as originally adopted, unless amended by the City Council. If amended, the amounts presented in the required supplementary information represent original and final authorized amounts. Comparisons of actual to budgeted amounts are performed using the operating budget amounts for all funds.

The City follows these procedures in establishing the budgetary data reflected in the financial statements.

1. The budgetary package for the coming fiscal year is made available by the City Clerk for distribution to persons responsible for budget preparations.
2. The completed budgetary package is returned to the City Clerk and City Administrator.
3. The proposed budget prepared by management is forwarded to the Finance Committee for review and then submitted to the Mayor and City Council.
4. The budget and necessary ordinances are adopted by the City Council.

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE 3: RECEIVABLES

Receivables as of year-end for the City as reported in the statement of net position, including the applicable allowances for uncollectible accounts, are as follows:

	<u>General</u>	<u>Other Major Funds</u>	<u>Enterprise Funds</u>	<u>Nonmajor Funds</u>	<u>Total</u>
Property Taxes	\$ 7,416,800	\$ -	\$ -	\$ 2,730,700	\$ 10,147,500
Intergovernmental	2,727,103	-	-	968,102	3,695,205
Licenses/Fees/Other	44,270	-	-	219,205	263,475
Accounts	838,997	16,391	928,926	99,126	1,883,440
Unbilled Services	-	-	1,516,967	-	1,516,967
Gross Receivables	11,027,170	16,391	2,445,893	4,017,133	17,506,587
Less: Allowance for uncollectible	536,731	-	74,820	-	611,551
Net Total Receivables	<u>\$ 10,490,439</u>	<u>\$ 16,391</u>	<u>\$ 2,371,073</u>	<u>\$ 4,017,133</u>	<u>\$ 16,895,036</u>

Governmental funds report unearned revenue in connection with receivables that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition for resources that have been received, but not yet earned. At the end of the current fiscal year, the various components of unearned revenue reported in the governmental funds were as follows:

	<u>Unavailable</u>	<u>Unearned</u>
Property taxes receivable	\$ 10,147,500	\$ -
Intergovernmental	1,131,230	-
Fees for services	-	937,999

NOTE 4: CASH AND CASH EQUIVALENTS AND INVESTMENTS

General Government, Business-Like Activities & Component Unit

At April 30, 2021, the carrying amount of the City's deposits was \$10,202,902 and the bank balance was \$12,964,967. The deposits were comprised of checking, interest checking, money market and certificates of deposit.

Custodial Credit Risk. Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. The City requires that all deposits be fully covered by FDIC insurance or collateralized with investments held by the financial institution in the City's name. As of April 30, 2021, \$3,325,193 of the City's total bank balances was not insured or collateralized. The amount exceeding FDIC coverage and collateralized is \$3,431,783.

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

As of April 30, 2021, the City had the following investments:

<u>Investment</u>	<u>Weighted Average Maturity (Years)</u>	<u>Fair Value</u>
The Illinois Funds (external investment pool)	--	<u>\$ 5,464,937</u>
		5,464,937
Deposits as reported above		<u>10,202,902</u>
Total deposits and investments		<u>\$ 15,667,839</u>
As Reported in the Statement of Net Position:		
Governmental and Business-type Activities:		
Cash and Investments		\$ 19,325,888
Cash Deficit		(5,035,056)
Cash and Cash Equivalents - Restricted		61,300
Component Unit:		
Cash and Investments		1,316,057
Cash and Investments Reported in Agency Funds		<u>(350)</u>
		<u>\$ 15,667,839</u>

The Illinois Funds are pooled investments that are operated by the State of Illinois as a not-for-profit common law trust and are not registered with the SEC. The funds are monitored regularly through the State by internal and external audits. The goals of the funds are to provide liquidity and to maintain balances that are equal to the par value of the invested shares with no loss to market fluctuations. The fair value of the City's position in the pool is the same as the value of the pool shares.

Interest Rate Risk. The City's investment policy limits investment maturities in order to maintain sufficient liquidity to reflect the cash flow needs of the fund type being invested. The policy also requires diversification of the investment portfolio via length of maturity as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk. As of April 30, 2021, the credit rating of the City's investment was as follows:

<u>Investment</u>	<u>Standard & Poor's Rating</u>	<u>Moody's Investors Service Rating</u>
The Illinois Funds (external investment pool)	AAAm	--

Concentration of Credit Risk. As of April 30, 2021, the City did not have a concentration of credit risk related to the City's investments.

Foreign Currency Risk. As of April 30, 2021, the City has no foreign currency risk.

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Fire Pension Fund

As of April 30, 2021, the carrying amount and the bank balance of the Fire Pension Fund's deposits were \$188,292 and the bank balance was \$188,635. The deposits were comprised of interest checking and money market accounts.

Custodial Credit Risk. Custodial credit risk is the risk that in the event of a bank failure, the Fire Pension's deposits may not be returned to it. The Fire Pension Fund requires that all deposits be fully covered by FDIC insurance or collateralized with investments held by the financial institution in the Fire Pension Fund's name.

As of April 30, 2021, the Fire Pension Fund had the following investments:

<u>Investment</u>	<u>Weighted Average Maturity (Years)</u>	<u>Fair Value</u>
U.S. Treasury Notes	4.24	\$ 3,477,460
Federal National Mortgage Association	22.72	278,602
Federal Home Loan Mortgage Corporation	25.39	47,590
Government National Mortgage Association	10.38	4,659
Corporate Bonds	5.19	1,681,018
Mutual Funds	--	<u>11,763,847</u>
		17,253,176
Deposits as reported above		<u>188,292</u>
Total deposits and investments		<u>\$ 17,441,468</u>
<u>As Reported in the Statement of Fiduciary Net Position:</u>		
Cash and Cash Equivalents		\$ 188,292
Investments		<u>17,253,176</u>
		<u>\$ 17,441,468</u>

Credit Risk. As of April 30, 2021, the Fire Pension Fund's investments credit ratings were as follows:

<u>Investment</u>	<u>Standard & Poor's Rating</u>	<u>Moody's Investors Service Rating</u>
Federal National Mortgage Association	AA+	Aaa
Federal Home Loan Mortgage Corporation	AA+	Aaa
Corporate Bonds	--	Aa1 to Baa2

Concentration of Credit Risk. As of April 30, 2021, the Fire Pension Fund did not have a concentration of investments.

Foreign Currency Risk. As of April 30, 2021, the Fire Pension Fund has no foreign currency risk.

Interest Rate Risk. The Fire Pension Fund's investment policy limits investment maturities in order to maintain sufficient liquidity to reflect the cash flow needs of the fund type being invested. The policy also requires diversification of the investment portfolio via length of maturity as a means of managing its exposure to fair value losses arising from increasing interest rates.

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Police Pension Fund

As of April 30, 2021, the carrying amount and bank balance of the Police Pension Fund's deposits was \$248,654. The deposits were comprised of checking and money market accounts.

Custodial Credit Risk. Custodial credit risk is the risk that in the event of a bank failure, the Police Pension Fund's deposits may not be returned to it. The Police Pension Fund requires that all deposits be fully covered by FDIC insurance or collateralized with investments held by the financial institution in the Police Pension Fund's name.

As of April 30, 2021, the Police Pension Fund had the following investments:

<u>Investment</u>	<u>Weighted Average Maturity (Years)</u>	<u>Fair Value</u>
U.S. Treasury Notes	4.31	\$ 5,593,582
Federal National Mortgage Association	23.47	515,835
Federal Home Loan Mortgage Corporation	25.39	52,349
Corporate Bonds	5.24	2,771,704
Mutual Funds	--	<u>18,692,309</u>
		27,625,779
Deposits as reported above		<u>248,654</u>
Total deposits and investments		<u>\$ 27,874,433</u>
 <u>As Reported in the Statement of Fiduciary Net Position:</u>		
Cash and Cash Equivalents		\$ 248,654
Investments		<u>27,625,779</u>
		<u>\$ 27,874,433</u>

Credit Risk. As of April 30, 2021, the Police Pension Fund's investments credit ratings were as follows:

<u>Investment</u>	<u>Standard & Poor's Rating</u>	<u>Moody's Investors Service Rating</u>
Federal Home Loan Mortgage Corporation	AA+	Aaa
Federal National Mortgage Association	AA+	Aaa
Corporate Bonds	--	Aa1 to Baa3

Concentration of Credit Risk. As of April 30, 2021, the Police Pension Fund's did not have a concentration of credit risk.

Foreign Currency Risk. As of April 30, 2021, the Police Pension Fund has no foreign currency risk.

Interest Rate Risk. The Police Pension Fund's investment policy limits investment maturities in order to maintain sufficient liquidity to reflect the cash flow needs of the fund type being invested. The policy also requires diversification of the investment portfolio via length of maturity as a means of managing its exposure to fair value losses arising from increasing interest rates.

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE 5: CAPITAL ASSETS

Capital asset activity for the year ended April 30, 2021 was as follows:

Primary Government

	Beginning Balance	Increases	Decreases	Ending Balance
<u>Governmental activities:</u>				
Capital assets, not being depreciated:				
Land	\$ 5,770,494	\$ 692,461	\$ -	\$ 6,462,955
Total capital assets, not being depreciated	<u>5,770,494</u>	<u>692,461</u>	<u>-</u>	<u>6,462,955</u>
Capital assets, being depreciated:				
Land improvements	3,971,128	257,058	-	4,228,186
Buildings and improvements	42,013,041	1,432,294	-	43,445,335
Equipment	4,425,103	73,094	-	4,498,197
Vehicles	5,382,328	179,765	-	5,562,093
Infrastructure	95,516,791	1,694,647	-	97,211,438
Construction in Progress	<u>2,041,480</u>	<u>2,826,113</u>	<u>1,982,346</u>	<u>2,885,247</u>
Total capital assets being depreciated	<u>153,349,871</u>	<u>6,462,971</u>	<u>1,982,346</u>	<u>157,830,496</u>
Less accumulated depreciation for:				
Land improvements	2,468,326	518,932	-	2,987,258
Buildings and improvements	7,374,354	1,211,986	-	8,586,340
Equipment	3,354,743	311,080	-	3,665,823
Vehicles	4,021,267	290,822	-	4,312,089
Infrastructure	<u>62,483,650</u>	<u>2,756,244</u>	<u>-</u>	<u>65,239,894</u>
Total accumulated depreciation	<u>79,702,340</u>	<u>5,089,064</u>	<u>-</u>	<u>84,791,404</u>
Total capital assets being depreciated, net	<u>73,647,531</u>	<u>1,373,907</u>	<u>1,982,346</u>	<u>73,039,092</u>
Governmental activities capital assets, net	<u>\$ 79,418,025</u>	<u>\$ 2,066,368</u>	<u>\$ 1,982,346</u>	<u>\$ 79,502,047</u>
<u>Business-type activities:</u>				
Capital assets, not being depreciated:				
Land	\$ 369,759	\$ 177,723	\$ -	\$ 547,482
Total capital assets, not being depreciated	<u>369,759</u>	<u>177,723</u>	<u>-</u>	<u>547,482</u>
Capital assets, being depreciated:				
Equipment	2,374,237	-	-	2,374,237
Vehicles	1,269,079	423,857	-	1,692,936
Buildings and systems	<u>65,628,173</u>	<u>802,204</u>	<u>-</u>	<u>66,430,377</u>
Total capital assets being depreciated	<u>63,837,095</u>	<u>1,226,061</u>	<u>-</u>	<u>70,497,550</u>
Less accumulated depreciation for:				
Equipment	1,429,881	108,100	-	1,537,981
Vehicles	866,337	94,933	-	961,270
Buildings and systems	<u>29,515,617</u>	<u>1,325,385</u>	<u>-</u>	<u>30,841,002</u>
Total accumulated depreciation	<u>27,664,523</u>	<u>1,528,418</u>	<u>-</u>	<u>33,340,253</u>
Total capital assets being depreciated, net	<u>36,172,572</u>	<u>(302,357)</u>	<u>-</u>	<u>37,157,297</u>
Business-type activities capital assets, net	<u>\$ 36,542,331</u>	<u>\$ (124,634)</u>	<u>\$ -</u>	<u>\$ 37,704,779</u>

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Depreciation expense was charged to functions/programs of the primary government as follows:

Governmental activities:	
General government	\$ 227,759
Public safety	825,413
Highways and streets	2,825,821
Public works	25,778
Culture and recreation	<u>1,184,293</u>
Total depreciation expense - governmental activities	<u>\$ 5,089,064</u>
Business-type activities:	
Water and sewer	<u>\$ 1,528,418</u>

Discretely Presented Component Unit

The capital asset activity for the City Library for the year ended April 30, 2021 was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Capital assets, being depreciated:				
Buildings	\$ 4,844,976	\$ 46,869	\$ -	\$ 4,891,845
Equipment	<u>108,802</u>	<u>-</u>	<u>-</u>	<u>108,802</u>
	<u>4,858,869</u>	<u>46,869</u>	<u>-</u>	<u>4,905,738</u>
Less accumulated depreciation for:				
Buildings	4,645,340	9,917	-	4,655,257
Equipment	<u>105,999</u>	<u>2,281</u>	<u>-</u>	<u>108,280</u>
	<u>4,751,339</u>	<u>12,198</u>	<u>-</u>	<u>4,763,537</u>
Total capital assets, net of depreciation	<u>\$ 107,530</u>	<u>\$ 34,671</u>	<u>\$ -</u>	<u>\$ 142,201</u>

Depreciation expense related to the City Library assets is included in the expenses of the component unit.

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE 6: LONG-TERM DEBT

General Obligation Debt

The City issues general obligation debt to provide funds for the acquisition and construction of major capital facilities. General obligation debt has been issued for both governmental and business-type activities. The City has the following outstanding general obligation debt issues:

\$3,000,000 General Obligation Debt Certificates, Series 2006A dated May 1, 2006, due in annual installments of \$150,000 through November 1, 2025; interest at 4.29%. This debt is being retired by the Capital Improvements Fund. The outstanding balance as of April 30, 2021 is \$750,000.

\$1,200,000 General Obligation Debt Certificates, Series 2007A dated August 22, 2007, due in monthly installments of \$9,125 through September 1, 2022; interest at 4.33%. This debt is being retired by the Municipal Facilities Fund. The outstanding balance as of April 30, 2021 is \$150,777.

\$8,500,000 General Obligation Bonds, Series 2016 dated November 30, 2016, due in annual installments of \$513,748 to \$692,809 through June 15, 2032; interest at 2.99%. These bonds were issued to finance the construction of the new public safety building and sports complex. The debt is being retired by the Parks Improvement Fund. The outstanding balance as of April 30, 2021 is \$6,591,962.

\$5,100,000 General Obligation Refunding Bonds, Series 2019B dated August 30, 2019, due in annual installments of \$205,000 to \$395,000 through February 1, 2029; interest at 2.30% to 2.77%. This debt is being retired by the Capital Improvements Fund and the Water Fund. The outstanding balance as of April 30, 2021 is \$2,785,000.

\$6,530,000 General Obligation Refunding Bonds, Series 2020A dated December 9, 2020, due in annual installments of \$610,000 to \$695,000 through October 1, 2030; including interest at 1.45%. These bonds were issued to refund the General Obligation Bonds, Series 2015. The debt is being retired by the Public Safety Facilities Fund. The outstanding balance as of April 30, 2021 is \$6,530,000.

\$4,220,000 General Obligation Refunding Bonds, Series 2020B dated December 22, 2020, due in annual installments of \$185,000 to \$545,000 through October 1, 2030; including interest at 1.45%. These bonds were issued to refund the General Obligation Refunding and Improvement Bonds, Series 2013 and the Recovery Zone Economic Development Bonds, Series 2010C. The debt is being retired by the TIF #4 Fund and the Water Fund. The outstanding balance as of April 30, 2021 is \$4,220,000.

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

\$9,365,000 General Obligation Refunding Bonds, Series 2021 dated April 26, 2021, due in annual installments of \$370,000 to \$590,000 through April 1, 2039; including interest at 1.99% to 2.45%. These bonds were issued to refund the General Obligation Bonds, Series 2019A. The debt is being retired by the Plummer Family Park Fund. The outstanding balance as of April 30, 2021 is \$9,365,000.

The General Obligation Refunding Bonds, Series 2020A dated December 9, 2020 were issued at an interest rate of 1.45% to advance refund \$6,432,136 of General Obligation Bonds, Series 2015 with an interest rate of 2.99%. The net proceeds of \$6,492,186 were deposited in a trust with an escrow agent to provide for all future debt service payments on the Series 2015 General Obligation Bonds. As a result of the transaction, the 2015 General Obligation Bonds are considered to be defeased and the liability for those bonds has been removed from the balance sheet of the City. These bonds were all retired in the current fiscal year. The transaction results in an overall debt service payment savings of \$540,683, with a net present value savings of \$488,889.

The General Obligation Refunding Bonds, Series 2020B dated December 22, 2020 were issued at an interest rate of 1.45% to advance refund \$2,390,000 of General Obligation Refunding and Improvement Bonds, Series 2013 with interest rates of 5.125% to 5.85% and \$1,735,000 Recovery Zone Economic Development Bonds, Series 2010C with interest rates of 2.00% to 3.00%. The net proceeds of \$4,186,222 were deposited in a trust with an escrow agent to provide for all future debt service payments on the General Obligation Refunding and Improvement Bonds, Series 2013 and the Recovery Zone Economic Development Bonds, Series 2010C. As a result of the transaction, the prior bonds are considered to be defeased and the liability for those bonds has been removed from the balance sheet of the City. These bonds were all retired in the current fiscal year. The transaction results in an overall debt service payment savings of \$270,982, with a net present value savings of \$247,039.

The General Obligation Refunding Bonds, Series 2021A dated April 26, 2021 were issued at interest rates of 1.99% to 2.45% to advance refund \$9,250,000 of General Obligation Bonds, Series 2019A with an interest rate of 3.00%. The net proceeds of \$9,327,854 were deposited in a trust with an escrow agent to provide for all future debt service payments on the Series 2019A General Obligation Bonds. As a result of the transaction, the 2019A General Obligation Bonds are considered to be defeased and the liability for those bonds has been removed from the balance sheet of the City. These bonds were all retired in the current fiscal year. The transaction results in an overall debt service payment savings of \$1,017,146, with a net present value savings of \$879,925.

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

The annual requirements to retire general obligation debt as of April 30, 2021 are as follows:

Fiscal Year Ended April 30	<u>Governmental Activities</u>		<u>Business-type Activities</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2022	\$ 2,232,092	\$ 653,580	\$ 546,660	\$ 76,926
2023	2,195,315	507,084	559,800	67,085
2024	2,169,330	458,526	566,080	57,990
2025	2,204,605	410,182	582,360	46,561
2026	2,228,523	352,260	590,500	35,640
2027-2031	10,601,084	1,102,838	1,343,580	40,902
2032-2036	3,322,810	458,852	-	-
2037-2039	1,250,000	74,655	-	-
	<u>\$ 26,203,759</u>	<u>\$ 4,017,977</u>	<u>\$ 4,188,980</u>	<u>\$ 325,104</u>

Loan Agreements

The City has entered into the following loan agreements as of April 30, 2021 for both the governmental and business-type activities:

\$450,000 agreement dated December 30, 1968 with the Treasurer of the State of Illinois in accordance with House Bill 1719 for the construction of the Poag water main. Payments are due at the rate of \$.10 per 1000 gallons of water sold by the City to users receiving water from the Poag water main. The outstanding balance as of April 30, 2021 is \$214,080.

\$200,000 promissory note dated May 16, 2019 with Madison County Community Development for improvements at Plummer Family Park. The loan is to be repaid in annual installments including interest at 3.00%. The debt is being retired by the Plummer Family Park Fund. The outstanding balance as of April 30, 2021 is \$95,054.

\$750,000 promissory note dated April 18, 2019 with Madison County Community Development for improvements at Plummer Family Park. The loan is to be repaid in annual installments of \$120,380 including interest at 3.00%. The debt is being retired by the Plummer Family Park Fund. The outstanding balance as of April 30, 2021 is \$535,520.

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

The annual requirements to retire the loan agreements are as follows:

Fiscal Year Ended April 30	Governmental Activities		Business-type Activities	
	Principal	Interest	Principal	Interest
2022	\$ 95,054	\$ -	\$ 7,401	\$ -
2023	103,841	16,539	7,401	-
2024	106,956	13,424	199,278	-
2025	110,164	10,215	-	-
2026	113,469	6,910	-	-
2027	101,090	3,506	-	-
	<u>\$ 630,574</u>	<u>\$ 50,594</u>	<u>\$ 214,080</u>	<u>\$ -</u>

Unless noted otherwise, the loans are secured by the related equipment. Upon default, the loans may become immediately due, including interest. The lender may also take possession of the equipment being held as collateral.

The following is a summary of changes in long-term liabilities for the year ended April 30, 2021:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
<u>Government Activities:</u>					
Bond and notes payable:					
General obligation debt	\$ 27,889,668	\$ 17,675,000	\$ 19,360,909	\$ 26,203,759	\$ 2,232,092
Loans	845,054	-	214,480	630,574	95,054
	28,734,722	17,675,000	19,575,389	26,834,333	2,327,146
Less: deferred refunding	-	-	-	-	-
Total debt payable	28,734,722	17,675,000	19,575,389	26,834,333	2,327,146
Other liabilities:					
Retirement health benefits	2,456,040	261,674	-	2,717,714	-
Net pension liability	60,926,189	-	17,050,109	43,876,080	-
Compensated absences	2,519,725	96,720	-	2,616,445	-
Governmental activities long-term liabilities	<u>\$ 94,636,676</u>	<u>\$ 18,033,394</u>	<u>\$ 36,625,498</u>	<u>\$ 76,044,572</u>	<u>\$ 2,327,146</u>
<u>Business-type Activities:</u>					
Bond and notes payable:					
General obligation debt	\$ 4,659,360	\$ 2,440,000	\$ 2,910,380	\$ 4,188,980	\$ 546,660
Loans	808,965	-	594,885	214,080	7,401
Total debt payable	5,468,325	2,440,000	3,505,265	4,403,060	554,061
Other liabilities:					
Retirement health benefits	193,896	35,521	-	229,417	-
Net pension liability	323,222	-	323,222	-	-
Compensated absences	204,906	-	26,460	178,446	-
Business-type activities long-term liabilities	<u>\$ 6,190,349</u>	<u>\$ 2,475,521</u>	<u>\$ 3,531,725</u>	<u>\$ 4,810,923</u>	<u>\$ 554,061</u>

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE 7: TAX INCREMENT FINANCING DISTRICTS

Tax Incremental Financing (TIF) Funds have been established to account for the portion of taxes attributable to the increase in the current equalized assessed valuation of property within the TIF areas. Tax receipts are deposited into the TIF Funds to be used for paying the debt service on obligations incurred on project costs and for current expenditures for area improvements. TIF District #2 was approved by the City Council on April 15, 1997. The City established the North Gateway Commerce Center Redevelopment Project Area, on February 4, 2003 and the North Main Street TIF was established on March 4, 2008.

NOTE 8: RETIREMENT AND PENSION FUND COMMITMENTS

1. Illinois Municipal Retirement Fund

Plan Description. The City's defined benefit pension plan for regular employees provides retirement and disability benefits, post retirement increases, and death benefits to plan members and beneficiaries. The Plan is affiliated with the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer plan. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available financial report that includes financial statements and required supplementary information. The report may be obtained on-line at www.imrf.org.

Funding Policy. As set by statute, members are required to contribute 4.50 percent of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The employer annual required contribution rate for calendar year 2020 was 10.31 percent. The employer also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Covered Employees. The following types of employees comprise the membership of the plan.

Retirees and Beneficiaries	95
Inactive, non-Retired Members	81
Active Members	<u>117</u>
Total	<u>293</u>

Discount Rate. GASB Statement No. 68 includes a specific requirement for the discount rate that is used for the purpose of the measurement of the Total Pension Liability. This rate considers the ability of the fund to meet benefit obligations in the future. To make this determination, employer contributions, employee contributions, benefit payments, expenses and investment returns are projected into the future. The Plan Net Position (assets) in future years can then be determined and compared to its obligation to make benefit payments in those years. As long as assets are projected to be on hand in a future year, the assumed valuation discount rate is used. In years where assets are not projected to be sufficient to meet benefit payments, the use of a "risk-free" rate is required.

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

For the purpose of this valuation, the expected rate of return on pension plan investments is 7.25%; the municipal bond rate is 2.00%; and the resulting single discount rate is 7.25%.

Actuarial Valuation Date	12/31/20
Measurement Date of the Net Pension Liability	12/31/20
Fiscal Year End	04/30/21

Development of the Single Discount Rate as of December 31, 2020	
Long-Term Expected Rate of Investment Return	7.25%
Long-Term Municipal Bond Rate	2.00%
Last year ending December 31 in the 2021 to 2120 projection period for which projected benefit payments are fully funded	2120
Resulting Single Discount Rate based on the above development	7.25%
Single Discount Rate calculated using December 31, 2019 Measurement Date	7.25%

The Long-Term Municipal Bond Rate is based on the Fidelity Index's "20-Year Municipal GO AA Index" as of December 31, 2020.

Actuarial Assumptions. The following are the actuarial assumptions used in the calculation of the net pension liability.

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Market Value of Assets
Price Inflation	2.25%
Salary Increases	2.85% to 13.75%
Investment Rate of Return	7.25%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2020 valuation pursuant to an experience study of the period 2017-2019.
Mortality	For non-disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 106%) and Female (adjusted 105%) tables, and future mortality improvements projected using scale MP-2020. For disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020. For active members, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020.

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Net Pension Liability. The following is a summary of the Net Pension Liability as shown as a liability in the financial statements.

Total pension liability	
Service Cost	\$ 674,945
Interest on the Total Pension Liability	2,292,605
Changes of benefit terms	-
Difference between expected and actual experience of the Total Pension Liability	604,903
Changes of assumptions	(313,363)
Benefit payments, including refunds of employee contributions	<u>(1,652,591)</u>
Net change in total pension liability	\$ 1,606,499
Total pension liability - beginning	<u>32,110,958</u>
Total pension liability - ending	<u>\$ 33,717,457</u>
Plan fiduciary net position	
Contributions - employer	\$ 708,547
Contributions - employee	319,184
Net investment income	4,179,510
Benefit payments, including refunds of employee contributions	(1,652,591)
Other (Net Transfer)	<u>298,655</u>
Net change in plan fiduciary net position	\$ 3,853,305
Plan fiduciary net position - beginning	<u>29,939,206</u>
Plan fiduciary net position - ending	<u>\$ 33,792,511</u>
Net pension liability/(asset)	<u>\$ (75,054)</u>
Plan fiduciary net position as a percentage of the total pension liability	100.22%
Covered valuation payroll	\$ 6,872,430
Net pension liability as a percentage of covered valuation payroll	-1.09%

The *Single Discount Rate* (SDR) is equivalent to applying these two rates to the benefits that are projected to be paid during the different time periods. The SDR reflects (1) the long-term expected rate of return on pension plan investments (during the period in which the fiduciary net position is projected to be sufficient to pay benefits) and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating (which is published by the Federal Reserve) as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met).

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

To report the sensitivity of the net pension liability to the selected discount rate, the following table displays the variation given a 1% increase or decrease.

	Current Single Discount		
	1% Decrease	Rate Assumption	1% Increase
	<u>6.25%</u>	<u>7.25%</u>	<u>8.25%</u>
Total Pension Liability	\$ 37,927,281	\$ 33,717,457	\$ 30,349,690
Plan Fiduciary Net Position	<u>33,792,511</u>	<u>33,792,511</u>	<u>33,792,511</u>
Net Pension Liability/(Asset)	<u>\$ 4,134,770</u>	<u>\$ (75,054)</u>	<u>\$ (3,442,821)</u>

Deferred Outflows and Deferred Inflows of Resources by Source to be recognized in Future Pension Expenses. The following tables display the amount of deferred inflows and outflows related to the net pension liability and the future periods that these deferrals will affect the financial statements.

	Deferred Outflows of <u>Resources</u>	Deferred Inflows of <u>Resources</u>
Difference between expected and actual experience	\$ 881,883	\$ 3,601
Changes in assumptions	296,361	436,759
Payment subsequent to measurement date	212,327	-
Net difference between projected and actual earnings on pension plan investments	-	<u>2,436,403</u>
Total	<u>\$ 1,390,571</u>	<u>\$ 2,876,763</u>

Year Ending December 31,	Net Deferred Inflows of <u>Resources</u>
2021	\$ (479,350)
2022	(12,279)
2023	(845,316)
2024	(361,574)
2025	-
	<u>\$ (1,698,519)</u>

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

2. Sheriff's Law Enforcement Personnel (SLEP)

Plan Description. The City's defined benefit pension plan for certain City SLEP eligible employees provides retirement and disability benefits, post retirement increases, and death benefits to plan members and beneficiaries. Membership in SLEP is based on several factors including the member's role at the employer and type of appointment. SLEP members include many Illinois county sheriffs and deputy sheriffs, correctional officers, forest preserve district rangers, airport police and police chiefs. The Plan is affiliated with the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer plan. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available financial report that includes financial statements and required supplementary information. The report may be obtained on-line at www.imrf.org.

Funding Policy. As set by statute, members are required to contribute 7.50 percent of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The annual employer annual required contribution for calendar year 2020 was \$13,633. The employer also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Covered Employees. The following types of employees comprise the membership of the plan.

Retirees and Beneficiaries	0
Inactive, non-Retired Members	0
Active Members	<u>1</u>
Total	<u>1</u>

Discount Rate. GASB Statement No. 68 includes a specific requirement for the discount rate that is used for the purpose of the measurement of the Total Pension Liability. This rate considers the ability of the fund to meet benefit obligations in the future. To make this determination, employer contributions, employee contributions, benefit payments, expenses and investment returns are projected into the future. The Plan Net Position (assets) in future years can then be determined and compared to its obligation to make benefit payments in those years. As long as assets are projected to be on hand in a future year, the assumed valuation discount rate is used. In years where assets are not projected to be sufficient to meet benefit payments, the use of a "risk-free" rate is required.

For the purpose of this valuation, the expected rate of return on pension plan investments is 7.25%; the municipal bond rate is 2.00%; and the resulting single discount rate is 7.25%.

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Actuarial Valuation Date	12/31/20
Measurement Date of the Net Pension Liability	12/31/20
Fiscal Year End	04/30/21

Development of the Single Discount Rate as of December 31, 2020	
Long-Term Expected Rate of Investment Return	7.25%
Long-Term Municipal Bond Rate	2.00%
Last year ending December 31 in the 2021 to 2120 projection period for which projected benefit payments are fully funded	2120
Resulting Single Discount Rate based on the above development	7.25%
Single Discount Rate calculated using December 31, 2019 Measurement Date	7.25%

The Long-Term Municipal Bond Rate is based on the Fidelity Index's "20-Year Municipal GO AA Index" as of December 31, 2020.

Actuarial Assumptions. The following are the actuarial assumptions used in the calculation of the net pension liability.

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Market Value of Assets
Price Inflation	2.25%
Salary Increases	2.85% to 13.75%
Investment Rate of Return	7.25%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2020 valuation pursuant to an experience study of the period 2017-2019.
Mortality	For non-disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 106%) and Female (adjusted 105%) tables, and future mortality improvements projected using scale MP-2020. For disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020. For active members, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020.

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Net Pension Liability. The following is a summary of the Net Pension Liability as shown as a liability in the financial statements.

Total pension liability	
Service Cost	\$ 21,163
Interest on the Total Pension Liability	13,705
Changes of benefit terms	-
Difference between expected and actual experience of the Total Pension Liability	3,209
Changes of assumptions	(2,363)
Benefit payments, including refunds of employee contributions	-
Net change in total pension liability	\$ 35,714
Total pension liability - beginning	178,450
Total pension liability - ending	<u>\$ 214,164</u>
Plan fiduciary net position	
Contributions - employer	\$ 13,633
Contributions - employee	8,695
Net investment income	19,031
Benefit payments, including refunds of employee contributions	-
Other (Net Transfer)	(1,002)
Net change in plan fiduciary net position	\$ 40,357
Plan fiduciary net position - beginning	156,404
Plan fiduciary net position - ending	<u>\$ 196,761</u>
Net pension liability/(asset)	<u>\$ 17,403</u>
Plan fiduciary net position as a percentage of the total pension liability	91.87%
Covered valuation payroll	\$ 115,929
Net pension liability as a percentage of covered valuation payroll	15.01%

The *Single Discount Rate* (SDR) is equivalent to applying these two rates to the benefits that are projected to be paid during the different time periods. The SDR reflects (1) the long-term expected rate of return on pension plan investments (during the period in which the fiduciary net position is projected to be sufficient to pay benefits) and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating (which is published by the Federal Reserve) as of the measurement date

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

(to the extent that the contributions for use with the long-term expected rate of return are not met).

To report the sensitivity of the net pension liability to the selected discount rate, the following table displays the variation given a 1% increase or decrease.

	Current Single Discount		
	1% Decrease	Rate Assumption	1% Increase
	<u>6.25%</u>	<u>7.25%</u>	<u>8.25%</u>
Total Pension Liability	\$ 245,331	\$ 214,164	\$ 188,059
Plan Fiduciary Net Position	<u>196,761</u>	<u>196,761</u>	<u>196,761</u>
Net Pension Liability/(Asset)	<u>\$ 48,570</u>	<u>\$ 17,403</u>	<u>\$ (8,702)</u>

Deferred Outflows and Deferred Inflows of Resources by Source to be recognized in Future Pension Expenses. The following tables display the amount of deferred inflows and outflows related to the net pension liability and the future periods that these deferrals will affect the financial statements.

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 8,148	\$ -
Changes in assumptions	3,479	3,376
Payments subsequent to measurement date	4,579	-
Net difference between projected and actual earnings on pension plan investments	-	<u>7,670</u>
Total	<u>\$ 16,206</u>	<u>\$ 11,046</u>

Year Ending <u>December 31,</u>	Net Deferred Outflows of Resources
2021	\$ (654)
2022	242
2023	(1,735)
2024	(3)
2025	1,317
Thereafter	<u>1,414</u>
	<u>\$ 581</u>

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

3. Firefighters' Pension Fund

a) Plan Description

Plan Administration. The Board consists of two members appointed by the City, two active members of the fire department elected by the membership, and one retired member of the fire department elected by the membership.

Plan Membership as of April 30, 2020:

Inactive Plan Members or Beneficiaries	
Currently Receiving Benefits	19
Inactive Plan Members Entitled to But Not Yet	
Receiving Benefits	3
Active Plan Members	<u>31</u>
Total	<u>53</u>

Benefits Provided.

The Plan provides retirement, termination, disability, and death benefits.

Normal Retirement:

Tier 1: Age 50 and 20 years of Credited Service. Tier 2: Age 55 with 10 years of Credited Service. Benefit: Tier 1: 50% of annual salary attached to rank on last day of service plus 2.5% of annual salary for each year over 20 years, up to a maximum of 75% of salary. The minimum monthly benefit is \$1,159.27 per month. Tier 2: 2.50% per year of service times the average salary for the eight consecutive years prior to retirement times the number of years of service. The maximum benefit is 75% of average salary.

Cost of Living Adjustment:

Tier 1 Retirees: An annual increase equal to 3.00% per year after age 55. Those that retire prior to age 55 receive an increase of 1/12 of 3.00% for each full month since benefit commencement upon reaching age 55. Disabled Retirees: An annual increase equal to 3.00% per year of the original benefit amount beginning at age 60. Those that become disabled prior to age 60 receive an increase of 3.00 of the original benefit amount for each year since benefit commencement upon reaching age 60. Tier 2: An annual increase each January 1 equal to 3.00 per year or one-half of the annual unadjusted percentage increase in the consumer price index-u for the twelve months ending with the September preceding each November 1, whichever is less, of the original pension after the attainment of age 60 or first anniversary of pension start date whichever is later.

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Disability Benefit:

Eligibility: Total and permanent as determined by the Board of Trustees. Seven years of service required for non-service connected disability. Benefit: A maximum of: a.) 65% of salary attached to the rank held by the member on last day of service, and; b.) The monthly retirement pension that the member is entitled to receive if he or she retired immediately. For non-service connected disabilities, a benefit of 50% of salary attached to rank held by member on last day of service.

Pre-Retirement Death Benefit:

Service Incurred: 100% of salary attached to rank held by member on last day of service. Non-Service Incurred: A maximum of: a.) 54% of salary attached to the rank held by member on last day of service, and; b.) The monthly retirement pension earned by the deceased member at time of death, regardless of whether death occurs before or after age 50.

Vesting (Termination):

Less than 10 years: Refund of Member Contributions.

10 or more years: Either the termination benefit, payable upon reaching age 60, provided contributions are not withdrawn, or a refund of member contributions. The termination benefit is based on the monthly salary attached to the Member's rank at separation from service.

The following schedule applies:

<u>Service</u>	<u>% of Salary</u>
10	15.0%
11	17.6%
12	20.4%
13	23.4%
14	26.6%
15	30.0%
16	33.6%
17	37.4%
18	41.4%
19	45.6%

Contributions.

Employee: 9.455% of Salary. City: Remaining amount necessary for payment of Normal (current year's) Cost and amortization of the accrued past service liability by December 31, 2040.

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Investments

Investment Policy:

The following is the Board’s adopted asset allocation policy and expected rate of return as of April 30, 2021:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long Term Expected Real Rate of Return</u>
T-Bill	1.00%	.20%
Int Gov	36.00	1.50
Large	6.00	4.45
Large Value	7.00	4.70
Mid Value	7.00	5.20
Small	7.00	5.60
Small Value	7.00	6.50
International Developed	6.00	4.45
International Value	6.00	6.60
International Small	6.00	7.45
Emerging Markets	8.00	7.50
REIT	<u>3.00</u>	3.90
Total	<u>100.00%</u>	

Concentrations:

The Plan did not hold investments in any one organization that represent 5 percent or more of the Pension Plan’s fiduciary net position.

Rate of Return:

For the year ended April 30, 2021, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 33.04%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

b) Net Pension Liability of the Sponsor

The components of the net pension liability of the sponsor on April 30, 2021 were as follows:

Total Pension Liability	\$ 37,745,854
Plan Fiduciary Net Position	<u>(18,470,152)</u>
Net Pension Liability	<u>\$ 19,275,702</u>
Plan Fiduciary Net Position as a % of Total Pension Liability	48.93%

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Actuarial Assumptions:

The total pension liability was determined by an actuarial valuation as of April 30, 2021 using the following actuarial assumptions.

Inflation Rate	2.50%
Salary Increases	4.00%
Discount Rate for the Total Pension Liability	5.09%
Retirement Mortality Rate: L&A 2020 Illinois	
Firefighters' Retirement Rates Capped at age 65	
Disabled Mortality Rate: L&A 2020 Illinois Firefighters' Disability Rates	

Discount Rate:

The discount rate used to measure the total pension liability was 5.09 percent. The projection of cash flows were used to determine the extent which the plan's future net position will be able to cover future benefit payments. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all future projected benefit payments through 2065. To the extent future benefit payments are not covered by the plan's net position, the municipal bond rate is used to determine the portion of the net pension liability associated with those payments.

Changes in Net Pension Liability

	<u>Increase (Decrease)</u>		
	<u>Total Pension Liability</u>	<u>Plan Fiduciary Net Position</u>	<u>Net Pension Liability</u>
Balances as of May 01, 2020	\$ 39,305,105	\$ 13,756,098	\$ 25,549,007
Changes for a year			
Service Cost	1,298,947	-	1,298,947
Interest	1,784,361	-	1,784,361
Differences between expected and actual experience	(1,878,085)	-	(1,878,085)
Changes of assumptions	(1,617,536)	-	(1,617,536)
Changes of benefit terms	-	-	-
Contributions - employer	-	1,070,440	(1,070,440)
Contributions - employee	-	265,154	(265,154)
Net investment income	-	4,545,279	(4,545,279)
Benefit payments, including refunds	(1,146,938)	(1,146,938)	-
Administrative	-	(19,881)	19,881
Net Changes	<u>(1,559,251)</u>	<u>4,714,054</u>	<u>(6,273,305)</u>
Balances as of April 30, 2021	<u>\$ 37,745,854</u>	<u>\$ 18,470,152</u>	<u>\$ 19,275,702</u>

To report the sensitivity of the net pension liability to the selected discount rate, the following table displays the variation given a 1% increase or decrease.

	Current Discount		
	1% Decrease	Rate	1% Increase
	<u>4.09%</u>	<u>5.09%</u>	<u>6.09%</u>
Net Pension Liability	\$26,146,786	\$ 19,275,702	\$ 13,993,010

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Deferred Outflows and Deferred Inflows of Resources by Source to be recognized in Future Pension Expenses. For the year ended April 30, 2021, the City recognized a pension expense of \$2,235,155. The following tables display the amount of deferred inflows and outflows related to the net pension liability and the future periods that these deferrals will affect the financial statements.

	Deferred Outflows of <u>Resources</u>	Deferred Inflows of <u>Resources</u>
Difference between expected and actual experience	\$ 723,461	\$ (1,804,525)
Changes in assumptions	7,165,773	(2,101,531)
Payments subsequent to measurement date	-	-
Net difference between projected and actual earnings on pension plan investments	-	(1,448,643)
Total	<u>\$ 7,889,234</u>	<u>\$ (5,354,699)</u>

Year Ending <u>April 30,</u>	Net Deferred Inflows of <u>Resources</u>
2022	\$ 399,181
2023	364,203
2024	221,708
2025	(210,151)
2026	417,066
Thereafter	<u>1,342,528</u>
	<u>\$ 2,534,535</u>

4. Police Pension Fund

a) Plan Description

Plan Administration. The Board consists of two members appointed by the City, two active members of the police department elected by the membership, and one retired member of the police department elected by the membership.

Plan Membership as of April 30, 2020:

Inactive Plan Members or Beneficiaries	
Currently Receiving Benefits	22
Inactive Plan Members Entitled to But Not Yet Receiving Benefits	2
Active Plan Members	<u>43</u>
Total	<u>67</u>

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Benefits Provided.

The Plan provides retirement, termination, disability, and death benefits.

Normal Retirement:

Tier 1: Age 50 and 20 years of Credited Service. Tier 2: Age 55 with 10 years of Credited Service. Benefit: Tier 1: 50% of annual salary attached to rank on last day of service plus 2.5% of annual salary for each year over 20 years, up to a maximum of 75% of salary. The minimum monthly benefit is \$1,000 per month. Tier 2: 2.50% per year of service times the average salary for the eight consecutive years prior to retirement times the number of years of service. The maximum benefit is 75% of average salary.

Cost of Living Adjustment:

Tier 1 Retirees: An annual increase equal to 3.00% per year after age 55. Those that retire prior to age 55 receive an increase of 1/12 of 3.00% for each full month since benefit commencement upon reaching age 55. Tier 2: An annual increase each January 1 equal to 3.00 per year or one-half of the annual unadjusted percentage increase in the consumer price index-u for the twelve months ending with the September preceding each November 1, whichever is less, of the original pension after the attainment of age 60 or first anniversary of pension start date whichever is later.

Disability Benefit:

Eligibility: Total and permanent as determined by the Board of Trustees. Benefit: A maximum of: a.) 65% of salary attached to the rank held by the member on last day of service, and; b.) The monthly retirement pension that the member is entitled to receive if he or she retired immediately. For non-service connected disabilities, a benefit of 50% of salary attached to rank held by member on last day of service.

Pre-Retirement Death Benefit:

Service Incurred: 100% of salary attached to rank held by member on last day of service. Non-Service Incurred: A maximum of: a.) 50% of salary attached to the rank held by member on last day of service, and; b.) The monthly retirement pension earned by the deceased member at time of death, regardless of whether death occurs before or after age 50. For non-service deaths with less than 10 years of service, a refund of member contributions is provided.

Vesting (Termination):

Less than 10 years: Refund of Member Contributions.

10 or more years: Either the termination benefit, payable upon reaching age 60, provided contributions are not withdrawn, or a refund of member contributions. The termination benefit is 2.50% of annual salary held in the year prior to termination times creditable service.

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Contributions.

Employee: 9.91% of Salary. City: Remaining amount necessary for payment of Normal (current year's) Cost and amortization of the accrued past service liability over a period ending in 2040.

Investments

Investment Policy:

The following is the Board's adopted asset allocation and expected rate of return as of April 30, 2021:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long Term Expected Real Rate of Return</u>
T-Bill	1.00%	.20%
Int Gov	36.00	1.50
Large	6.00	4.45
Large Value	7.00	4.70
Mid Value	7.00	5.20
Small	7.00	5.60
Small Value	7.00	6.50
International Developed	6.00	4.45
International Value	6.00	6.60
International Small	6.00	7.45
Emerging Markets	8.00	7.50
REIT	3.00	3.90
Total	<u>100.00%</u>	

Concentrations:

The Plan did not hold investments in any one organization that represent 5 percent or more of the Pension Plan's fiduciary net position.

Rate of Return:

For the year ended April 30, 2021, the annual money-weighted rate of return on Pension Plan investments, net of pension plan investment expense, was 34.67%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

b) Net Pension Liability of the Sponsor

The components of the net pension liability of the sponsor on April 30, 2021 were as follows:

Total Pension Liability	\$ 53,636,780
Plan Fiduciary Net Position	<u>(29,053,805)</u>
Net Pension Liability	<u>\$ 24,582,975</u>
Plan Fiduciary Net Position	
as a % of Total Pension Liability	54.17%

Actuarial Assumptions:

The total pension liability was determined by an actuarial valuation as of April 30, 2021 using the following actuarial assumptions.

Inflation	2.50%
Salary Increases	3.25%
Discount Rate used for the Net Pension Liability	5.38%
Retirement Mortality Rate: L&A 2020 Illinois	
Police Retirement Rates Capped at age 67	
Disabled Mortality Rate: L&A 2020 Illinois Police Disability Rates	

Changes in Net Pension Liability

	<u>Increase (Decrease)</u>		
	<u>Total Pension Liability</u>	<u>Plan Fiduciary Net Position</u>	<u>Net Pension Liability</u>
Balances as of May 01, 2020	\$ 55,014,713	\$ 21,508,107	\$ 33,506,606
Changes for a year			
Service Cost	1,599,034	-	1,599,034
Interest	2,674,182	-	2,674,182
Differences between expected and actual experience	(328,620)	-	(328,620)
Changes of assumptions	(3,819,126)	-	(3,819,126)
Changes of benefit terms	-	-	-
Contributions - employer	-	1,241,823	(1,241,823)
Contributions - employee	-	360,354	(360,354)
Contributions - other	-	11,568	(11,568)
Net investment income	-	7,457,293	(7,457,293)
Benefit payments, including refunds	(1,503,403)	(1,503,403)	-
Administrative	-	(21,937)	21,937
Net Changes	<u>(1,377,933)</u>	<u>7,545,698</u>	<u>(8,923,631)</u>
Balances as of April 30, 2021	<u>\$ 53,636,780</u>	<u>\$ 29,053,805</u>	<u>\$ 24,582,975</u>

Discount Rate:

The discount rate used to measure the total pension liability was 5.38 percent. The projection of cash flows was used to determine the extent which the plan's future net position will be able to cover future benefit payments. Based on those assumptions, the pension plan's fiduciary net position was projected to be available

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

to make all future projected benefit payments through 2066. To the extent future benefit payments are not covered by the plan's net position, the municipal bond rate would be used to determine the portion of the net pension liability associated with those payments.

To report the sensitivity of the net pension liability to the selected discount rate, the following table displays the variation given a 1% increase or decrease.

	1% Decrease	Current Discount Rate	1% Increase
	<u>4.38%</u>	<u>5.38%</u>	<u>6.38%</u>
Net Pension Liability	\$ 34,456,467	\$ 24,685,577	\$ 16,968,951

Deferred Outflows and Deferred Inflows of Resources by Source to be recognized in Future Pension Expenses. For the year ended April 30, 2021, the City recognized a pension expense of \$3,059,761. The following tables display the amount of deferred inflows and outflows related to the net pension liability and the future periods that these deferrals will affect the financial statements.

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 1,056,726	\$ (670,367)
Changes in assumptions	9,237,319	(3,639,963)
Payments subsequent to measurement date	-	-
Net difference between projected and actual earnings on pension plan investments	-	(2,257,205)
Total	<u>\$ 10,294,045</u>	<u>\$ (6,567,535)</u>

Year Ending April 30,	Net Deferred Outflows of Resources
2022	\$ 697,933
2023	636,787
2024	405,712
2025	(646,332)
2026	574,813
Thereafter	<u>2,057,597</u>
	<u>\$ 3,726,510</u>

5. Laborer's International Union of North America National (Industrial) Pension Fund

The Plan was established pursuant to a Trust Agreement and Declaration of Trust dated February 1, 1967 to provide retirement, disability, and death benefits for eligible participants. The Plan is funded primarily by employer contributions as specified in the collective bargaining and/or participation agreements between the union and various

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

employers and employer associations. During 1996, the Trustees approved an amendment to the Plan to allow participants, for whom no employer contributions will be made, to contribute to the Plan on their own behalf. The Plan is a multiple employer defined benefit pension plan and is subject to the provisions of the Employee Retirement Income Security Act of 1974 (ERISA), as amended.

The City makes contributions to the pension fund for employees of various departments. The payments are made based on number of hours worked by the covered employees.

The plan provides for various types of pension upon retirement. To receive a regular pension, the participants must be (a) be at least age 62, (b) have earned at least 5 years of pension credit and (c) have earned at least one year of pension credit during the period the City is contributing to the Pension Fund.

Retirement payments vary depending at what level of hourly contribution is being made by the City and the total years of employee pension credit. Total payments made by the City were \$200,418 for the year ended April 30, 2021. The City has fully contributed all required payments during this period.

6. Retiree Medical Plan

The City provides healthcare coverage for all active qualified employees of the City and also makes coverage available for the City retirees. This plan is a single employer plan where the City contributions and benefit payments are related to the increase in active member premiums due to the presence of retirees in the determination of blended retiree/active member premiums. As part of the plan, all retirees are required to pay the full cost of coverage. This coverage becomes secondary to Medicare after the retiree attains the age of 65.

Plan Membership as of April 30, 2020:

Active Employees	176
Inactive Employees Currently Receiving Benefit Payments	9
Inactive Employees Entitled to but Not Yet Receiving Benefit Payments	<u>0</u>
Total	<u>185</u>

Investments

Investment Policy:

Currently, there is no expectation for future returns on OPEB plan assets since the OPEB obligation is an unfunded obligation. The employer does not have a trust dedicated exclusively to the payment of OPEB benefits.

Receivables:

The Plan does not have any receivables as of April 30, 2021.

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Funding Policy

The City currently pays the insurance premium on a monthly basis. The GASB statement requires employers to contribute the amount necessary, in addition to normal contributions, to finance the retirement coverage of its own employees.

Net OPEB Liability of the Sponsor

The components of the net pension obligation of the sponsor on April 30, 2021 were as follows:

Total OPEB Liability	\$ 3,105,958
Plan Fiduciary Net Position	-
Net OPEB Liability	<u>\$ 3,105,958</u>
Plan Fiduciary Net Position as a % of Total OPEB Liability	0%
Covered Employee Payroll	\$11,921,816
Employer's Net OPEB Liability as a % of Employee Payroll	26.05%

Actuarial Assumptions:

The total pension liability was determined by an actuarial valuation as of April 30, 2020 using the following actuarial assumptions.

Assumed Retirement Age	58
Discount Rate	2.60%
Investment Rate of Return	N/A

Mortality Rates:

Pre-retirement - RP 2014 Healthy Employee Table, with projected mortality improvement based on the most recently published mortality improvement scale (MP 2018).

Post-retirement - RP 2014 Healthy Annuitant Table, with projected mortality improvement based on the most recently published mortality improvement scale (MP 2018).

Health Care Trend Rates – Initial rate of 6%, graded down .25% each year until an ultimate rate of 4.0% is reached.

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Changes in Net OPEB Liability

	Increase (Decrease)		
	Total OPEB Liability	OPEB Plan Net Position	Net OPEB Liability
Balances Beginning at 5/1/19	\$ 2,811,520	\$ -	\$ 2,811,520
Changes for a year			
Service Cost	251,614	-	251,614
Interest	73,100	-	73,100
Actuarial Experience	-	-	-
Changes of assumptions	-	-	-
Contributions - employer	-	30,276	(30,276)
Contributions - employee	-	-	-
Contributions - other	-	-	-
Net investment income	-	-	-
Benefit payments from Trust	(30,276)	(30,276)	-
Administrative	-	-	-
Net Changes	<u>294,438</u>	<u>-</u>	<u>294,438</u>
Balances Beginning at 4/30/20	<u>\$ 3,105,958</u>	<u>\$ -</u>	<u>\$ 3,105,958</u>

Below is a table illustrating the sensitivity of the net OPEB liability to the healthcare trend rate assumption.

	Healthcare Cost Trend Rates		
	1% Decrease (Varies)	Rate (Varies)	1% Increase (Varies)
Net OPEB Liability	\$ 2,721,241	\$ 3,105,958	\$ 3,563,910

Discount Rate:

The discount rate used to measure the total OPEB liability was 2.60 percent. If the OPEB plan is funded, the projection of cash flows will be used to determine the extent to which the plan's future net position will be able to cover future benefit payments. To the extent future benefit payments are not covered by the plan's net position, the municipal bond rate is used to determine the portion of the net pension liability associated with those payments. The municipal bond rate is based on The Bond Buyer 20-Bond GO Index.

The following table displays the sensitivity of the resulting change had the rate been 1% higher or lower.

	Current Discount		
	1% Decrease 1.60%	Rate 2.60%	1% Increase 3.60%
Net OPEB Liability	\$ 3,395,960	\$ 3,105,958	\$ 2,839,289

For the year ended April 30, 2020, the City did not have any deferred outflows or inflows of resources to be recognized in future years.

Annual Pension Cost. For 2019, the City's contribution was \$30,276. The annual required contribution cost was determined to be \$433,673. The net OPEB obligation related to retirement health insurance costs is \$3,105,958. Of this amount, \$2,717,714 is reported as a liability in the governmental activities, \$229,417 is reported as a liability in the business-type activities, and \$158,827 is recorded as a liability of the component unit.

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE 9: COMMITMENT

The City, with Tristar Business Communities, LLC acting as its agent, entered into a redevelopment agreement with The Hershey Company dated July 1, 2003. As part of the agreement, the City was to reimburse the developer for qualified project costs through the proceeds of related TIF funds. The City reimbursed costs of \$6,314,725 pursuant to the agreement. The developer contends that they are owed an additional \$1,422,303. On January 17, 2017, the City passed a resolution authorizing a settlement agreement to pay the additional amount. The amounts are to be paid only after all other notes of the development agreement are paid in full. The amounts will only be paid from available revenues related to the development agreement and the City shall have no additional obligation to pay from any other source.

NOTE 10: INTERFUND RECEIVABLES/PAYABLES

Individual fund interfund receivable and payable balances as of April 30, 2021 are as follows:

	Interfund Receivable/ (Payable)
General Fund due from (to):	
Motor Fuel Tax Fund	\$ (19,756)
Mobile Intensive Care Fund	9,700
Group Health Insurance Fund	4,288
Motor Fuel Tax Fund due from:	
General Fund	19,756
Tourism Promotion Fund due from:	
Community Redevelopment Fund	11,606
Community Redevelopment Fund due (to):	
Tourism Promotion Fund	(11,606)
Mobile Intensive Care Fund due to General Fund	(9,700)
Group Health Insurance Fund due to General Fund	(4,288)
	<u>\$ -</u>

The interfund receivables/payables are short term in nature and are expected to be repaid in the subsequent year.

NOTE 11: ILLINOIS MUNICIPAL LEAGUE RISK MANAGEMENT ASSOCIATION (IMLRMA)

The City is exposed to various risks of loss related to torts; thefts of, damage to and destruction of assets; errors and omissions and natural disasters for which the City carries commercial insurance. The City has entered into an agreement with IMLRMA, an intergovernmental association formed pursuant to Article VII, Section 10 of the Illinois Constitution of 1970, to provide the City insurance coverage. There has been no significant reduction in coverage from the prior year.

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE 12: TAX ABATEMENTS

For the property tax year 2020, property tax value abatements within the City, related to Enterprise Zones, are \$122,506,940. The related tax that was abated on the Enterprise Zone properties, related to the City, is \$1,509,286.

NOTE 13: INTERFUND TRANSFERS

The following is a summary of interfund transfers for the year ended April 30, 2021:

General Fund Transfer From (To):	
Water Fund	\$ 144,996
Sewer Fund	210,996
Motor Fuel Tax Fund	99,996
Public Library Fund	25,000
TIF #3 Fund	9,996
Community Redevelopment Fund	(154,992)
Municipal Facilities Fund	(36,874)
Municipal Band Fund	116,756
Incremental Sales Tax Fund	24,315
Parks & Playground Fund	(301,238)
Capital Equipment Fund	(375,000)
Social Security Fund	(75,000)
Plummer Family Park Fund	(1,351,134)
Parks Improvement Fund	(500,000)
Liability Insurance Fund	(45,372)
TIF #3 Fund Transfer To General Fund	(9,996)
Plummer Family Park Fund Transfer From (To):	
General Fund	1,351,134
Community Redevelopment Fund	200,004
Motor Fuel Tax Fund Transfer To General Fund	(99,996)
Liability Insurance Fund Transfer From General Fund	45,372
Tourism Fund Transfer To Nickel Plate Depot Fund	(135,482)
Parks & Playground Fund Transfer From General Fund	301,238
Municipal Band Fund Transfer To General Fund	(116,756)
Capital Improvement Transfer To Street & Bridge Fund	(85,601)
TIF Bond Reserve Fund Transfer To Parks Improvement Fund	(99,650)
Public Safety Facilities Transfer From SIUE Public Safety Fund	1,272,127
SIUE Public Safety Fund Transfer To Public Safety Facilities	(1,272,127)
Wildey Fund Transfer To Community Redevelopment Fund	(162,000)
Public Library Fund Transfer From (To):	
General Fund	(25,000)
Water Fund	(57,854)
Sewer Fund	(43,937)

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE 13: INTERFUND TRANSFERS (continued)

Retirement Fund Transfer From (To):	
Water Fund	\$ (66,217)
Sewer Fund	(32,402)
Public Library Fund	57,854
Social Security Fund Transfer From (To):	
General Fund	75,000
Water Fund	(58,550)
Sewer Fund	(28,650)
Public Library Fund	43,937
Community Redevelopment Fund Transfer From (To):	
General Fund	154,992
Wildey Fund	162,000
Plummer Family Park Fund	(200,004)
Street & Bridge Fund Transfer From Capital Improvement Fund	85,601
Municipal Facilities Fund Transfer From (To):	
General Fund	36,874
Water Fund	36,504
Sewer Fund	36,504
Incremental Sales Tax Fund Transfer To General Fund	(24,315)
Nickel Plate Depot Fund Transfer From Tourism Fund	135,482
Parks Improvement Fund Transfer From (To):	
General Fund	500,000
Bond Reserve Fund	99,650
Water Fund Transfer From (To):	
Retirement Fund	66,217
Social Security Fund	58,550
General Fund	(144,996)
Municipal Facilities Fund	(36,504)
Sewer Fund Transfer From (To):	
Retirement Fund	32,402
Social Security Fund	28,650
General Fund	(210,996)
Municipal Facilities Fund	(36,504)
Capital Equipment Fund Transfer From General Fund	<u>375,000</u>
	<u>-</u>

The City makes various transfers between funds during the fiscal year. The majority of transfers are made to reimburse expenses paid by one fund that relate to expenses of another fund.

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE 14: SPECIAL SERVICE AREA

On November 1, 2011, the City adopted an ordinance to establish the St. Louis Street Special Service Area. On December 16, 2011, the City issued Special Ad Valorem Tax Bonds, Series 2011 in the amount of \$550,000; principal and interest payable through December 15, 2036, for projects in the special service area. These bonds were refunded in the current year by \$421,000 Special Service Area Refunding Bonds, Series 2020. The total balance outstanding on the bonds at April 30, 2021 is \$421,000. The debt service funding is accomplished by a separate tax levy and the activity is being recorded as an agency fund.

NOTE 15: SUBSEQUENT EVENTS

The City has evaluated events occurring after the financial statement date through September 26, 2022 in order to determine their potential for recognition or disclosure in the financial statements. The latter date is the same date the financial statements were available to be issued.

CITY OF EDWARDSVILLE, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE (CASH BASIS) - GENERAL FUND
FOR THE YEAR ENDED APRIL 30, 2021

	Budgeted Amounts		Actual (Budget Basis)
	Original	Final	
Receipts:			
Property Tax	\$ 5,745,884	\$ 5,745,884	\$ 5,740,219
Intergovernmental:			
Sales and Use Tax	7,148,816	7,148,816	8,011,982
Replacement Tax	200,000	200,000	228,633
State Income Tax	2,810,000	2,810,000	3,052,906
Telecommunications Tax	345,000	345,000	171,209
Other	25,000	25,000	21,767
Grants	2,500	2,500	24,319
Licenses, Fees and Permits	640,200	640,200	301,599
Charges for Services	1,756,900	1,756,900	1,976,307
Fines	235,000	235,000	164,294
Investment Earnings	140,000	140,000	73,174
Miscellaneous Revenues/Reimbursements	582,293	582,293	2,006,806
Total Receipts	<u>19,631,593</u>	<u>19,631,593</u>	<u>21,773,215</u>
Disbursements			
Current:			
General Government	3,339,982	3,339,982	3,215,050
Public Safety	10,870,312	10,870,312	10,790,554
Highways and Streets	2,149,195	2,149,195	2,149,195
Public Works	1,956,690	1,956,690	1,786,668
Culture and Recreation	1,533,181	1,533,181	1,209,249
Total Disbursements	<u>19,849,360</u>	<u>19,849,360</u>	<u>19,150,716</u>
Excess (Deficiency) of Receipts Over Disbursements	<u>(217,767)</u>	<u>(217,767)</u>	<u>2,622,499</u>
Other Financing Sources:			
Operating Transfers In (Out)	994,315	994,315	(2,056,352)
Total Other Financing Sources	<u>994,315</u>	<u>994,315</u>	<u>(2,056,352)</u>
Excess of Receipts and Other Financing Sources Over Disbursements	<u>\$ 776,548</u>	<u>\$ 776,548</u>	566,147
Change in other receivable on modified accrual basis			8,946
Change in intergovernmental revenue on modified accrual basis			563,472
Change in accrued interest receivable on modified accrual basis			8,026
Change in accrued salaries on modified accrual basis			(189,624)
Change in accounts payable on modified accrual basis			(282,182)
Change in charges for services receivable on modified accrual basis			(53,438)
Change in prepaid expenses on modified accrual basis			15,362
Change in market value of investments			(50,992)
Change in deferred income on modified accrual basis			<u>(556,455)</u>
As reported on the Statement of Revenues, Expenditures and Changes in Fund Balance			<u>\$ 29,262</u>

CITY OF EDWARDSVILLE, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE (CASH BASIS)
TIF #3 FUND
FOR THE YEAR ENDED APRIL 30, 2021

	<u>Budgeted Amounts</u>		<u>Actual</u>
	<u>Original</u>	<u>Final</u>	<u>(Budget Basis)</u>
Receipts:			
Property Taxes	\$ 1,600,000	\$ 1,600,000	\$ 1,914,890
Investment Earnings	42,000	42,000	19,631
Total Receipts	<u>1,642,000</u>	<u>1,642,000</u>	<u>1,934,521</u>
Disbursements:			
Current:			
General Government	<u>2,847,691</u>	<u>2,847,691</u>	<u>2,805,164</u>
Total Disbursements	<u>2,847,691</u>	<u>2,847,691</u>	<u>2,805,164</u>
Excess (Deficiency) of Receipts Over Disbursements	<u>(1,205,691)</u>	<u>(1,205,691)</u>	<u>(870,643)</u>
Other Financing Sources:			
Transfers to Other Funds	<u>(231,000)</u>	<u>(231,000)</u>	<u>(603,065)</u>
Total Other Financing Sources	<u>(231,000)</u>	<u>(231,000)</u>	<u>(603,065)</u>
Excess (Deficiency) of Receipts Over Disbursements	<u>\$ (1,436,691)</u>	<u>\$ (1,436,691)</u>	<u>(1,473,708)</u>
No change to report on the modified accrual basis			<u>-</u>
As reported on the Statement of Revenues, Expenditures and Changes in Fund Balance			<u>\$ (1,473,708)</u>

CITY OF EDWARDSVILLE, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE (CASH BASIS)
PLUMMER FAMILY PARK FUND
FOR THE YEAR ENDED APRIL 30, 2021

	<u>Budgeted Amounts</u>		<u>Actual</u>
	<u>Original</u>	<u>Final</u>	<u>(Budget Basis)</u>
Receipts:			
Other Local Taxes	\$ 225,817	\$ 225,817	\$ 125,142
Grant Receipts	106,524	106,524	-
Investment Earnings	-	-	(2,190)
Donations	<u>120,000</u>	<u>120,000</u>	<u>139,200</u>
Total Receipts	<u>452,341</u>	<u>452,341</u>	<u>262,152</u>
Disbursements:			
Current:			
Culture and Recreation	-	-	41,176
Debt Service	1,071,922	1,071,922	1,079,910
Capital Outlay	<u>-</u>	<u>-</u>	<u>797,585</u>
Total Disbursements	<u>1,071,922</u>	<u>1,071,922</u>	<u>1,918,671</u>
Other Financing Sources:			
Proceeds From Debt	-	-	114,250
Transfers In	<u>747,000</u>	<u>747,000</u>	<u>1,758,819</u>
Total Other Financing Sources	<u>747,000</u>	<u>747,000</u>	<u>1,873,069</u>
Excess of Receipts Over Disbursements	<u>\$ 127,419</u>	<u>\$ 127,419</u>	216,550
Change in deferred revenue on modified accrual basis			52,822
Change in taxes receivable on modified accrual basis			<u>10,005</u>
As reported on the Statement of Revenues, Expenditures and Changes in Fund Balance			<u>\$ 279,377</u>

CITY OF EDWARDSVILLE, ILLINOIS

SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
POLICE PENSION FUND
APRIL 30, 2021

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Total Pension Liability:							
Service cost	\$ 1,599,034	\$ 1,140,819	\$ 1,076,941	\$ 1,094,362	\$ 1,031,541	\$ 878,595	\$ 757,946
Interest	2,674,182	2,521,833	2,364,406	2,232,049	2,174,866	1,801,252	1,936,934
Changes of benefit terms	-	388,942	-	-	-	-	-
Differences between expected and actual	(328,620)	856,874	533,703	21,455	(555,111)	(414,136)	-
Changes in assumptions	(3,819,126)	12,915,847	(3,556,846)	61,274	(683,773)	4,992,594	-
Benefit payments, including refunds	<u>(1,503,403)</u>	<u>(1,460,551)</u>	<u>(1,311,027)</u>	<u>(1,032,839)</u>	<u>(1,024,265)</u>	<u>(932,624)</u>	<u>(933,653)</u>
Net change in total pension liability	(1,377,933)	16,363,764	(892,823)	2,376,301	943,258	6,325,681	1,761,227
Total pension liability - beginning	<u>55,014,713</u>	<u>38,650,949</u>	<u>39,543,772</u>	<u>37,167,471</u>	<u>36,224,213</u>	<u>29,898,532</u>	<u>28,137,305</u>
Total pension liability - ending	<u>\$ 53,636,780</u>	<u>\$ 55,014,713</u>	<u>\$ 38,650,949</u>	<u>\$ 39,543,772</u>	<u>\$ 37,167,471</u>	<u>\$ 36,224,213</u>	<u>\$ 29,898,532</u>
Plan Fiduciary Net Position							
Contributions - employer	1,241,823	1,028,414	1,030,622	1,006,359	937,674	920,192	875,430
Contributions - employee	360,354	365,140	352,832	333,689	332,966	328,541	340,666
Contributions - other	11,568	53,763	181,878	1,800	-	-	-
Net investment income	7,457,293	(1,679,488)	430,817	1,179,122	1,633,572	(317,325)	705,587
Benefit payments, including refunds	(1,503,403)	(1,460,551)	(1,311,027)	(1,032,839)	(1,024,264)	(932,624)	(933,653)
Administrative	<u>(21,937)</u>	<u>(21,345)</u>	<u>(21,998)</u>	<u>(19,605)</u>	<u>(20,573)</u>	<u>(22,112)</u>	<u>(19,177)</u>
Net change in plan fiduciary net position	7,545,698	(1,714,067)	663,124	1,468,526	1,859,375	(23,328)	968,853
Plan fiduciary net position - beginning	<u>21,508,107</u>	<u>23,222,174</u>	<u>22,559,050</u>	<u>21,090,524</u>	<u>19,231,149</u>	<u>19,254,477</u>	<u>18,285,624</u>
Plan fiduciary net position - ending	<u>\$ 29,053,805</u>	<u>\$ 21,508,107</u>	<u>\$ 23,222,174</u>	<u>\$ 22,559,050</u>	<u>\$ 21,090,524</u>	<u>\$ 19,231,149</u>	<u>\$ 19,254,477</u>
Net Pension Liability	<u>\$ 24,582,975</u>	<u>\$ 33,506,606</u>	<u>\$ 15,428,775</u>	<u>\$ 16,984,722</u>	<u>\$ 16,076,947</u>	<u>\$ 16,993,064</u>	<u>\$ 10,644,055</u>
Plan fiduciary net position as a percentage of the total pension liability	<u>54.17%</u>	<u>39.10%</u>	<u>60.08%</u>	<u>57.05%</u>	<u>56.74%</u>	<u>53.09%</u>	<u>64.40%</u>
Covered-employee Payroll	<u>\$ 3,814,845</u>	<u>\$ 3,770,709</u>	<u>\$ 3,511,618</u>	<u>\$ 3,939,204</u>	<u>\$ 3,815,210</u>	<u>\$ 3,292,520</u>	<u>\$ 3,115,565</u>
Net position liability as a percentage of covered-employee payroll	<u>644.40%</u>	<u>888.60%</u>	<u>439.36%</u>	<u>431.17%</u>	<u>421.39%</u>	<u>516.11%</u>	<u>341.64%</u>

CITY OF EDWARDSVILLE, ILLINOIS

**SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
FIRE PENSION FUND
APRIL 30, 2021**

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Total Pension Liability:							
Service cost	\$ 1,298,947	\$ 996,076	\$ 824,645	\$ 757,149	\$ 711,272	\$ 665,968	\$ 559,365
Interest	1,784,361	1,793,248	1,654,759	1,574,056	1,596,859	1,367,110	1,369,680
Changes of benefit terms	-	321,958	-	-	-	-	-
Difference between expected and actual	(1,878,085)	(22,611)	1,035,225	16,538	(250,154)	(52,701)	-
Changes in assumptions	(1,617,536)	10,770,427	(2,089,108)	-	(1,349,244)	1,541,345	-
Benefit payments, including refunds	<u>(1,146,938)</u>	<u>(1,079,552)</u>	<u>(1,110,292)</u>	<u>(1,082,785)</u>	<u>(1,041,716)</u>	<u>(1,018,003)</u>	<u>(1,044,531)</u>
Net change in total pension liability	(1,559,251)	12,779,546	315,229	1,264,958	(332,983)	2,503,719	884,514
Total pension liability - beginning	<u>39,305,105</u>	<u>26,525,559</u>	<u>26,210,330</u>	<u>24,945,372</u>	<u>25,278,355</u>	<u>22,774,636</u>	<u>21,890,122</u>
Total pension liability - ending	<u>\$ 37,745,854</u>	<u>\$ 39,305,105</u>	<u>\$ 26,525,559</u>	<u>\$ 26,210,330</u>	<u>\$ 24,945,372</u>	<u>\$ 25,278,355</u>	<u>\$ 22,774,636</u>
Plan Fiduciary Net Position							
Contributions - employer	1,070,440	895,478	895,303	790,982	735,163	714,809	672,267
Contributions - employee	265,154	259,516	256,632	244,835	221,699	193,989	182,864
Net investment income	4,545,279	(814,608)	279,650	769,020	1,056,794	(224,018)	475,646
Benefit payments, including refunds	(1,146,938)	(1,079,552)	(1,110,292)	(1,082,785)	(1,041,717)	(1,018,003)	(1,044,531)
Administrative	<u>(19,881)</u>	<u>(23,865)</u>	<u>(21,732)</u>	<u>(20,761)</u>	<u>(18,767)</u>	<u>(17,882)</u>	<u>(16,879)</u>
Net change in plan fiduciary net position	4,714,054	(763,031)	299,561	701,291	953,172	(351,105)	269,367
Plan fiduciary net position - beginning	<u>13,756,098</u>	<u>14,519,129</u>	<u>14,219,568</u>	<u>13,518,277</u>	<u>12,565,105</u>	<u>12,916,210</u>	<u>12,646,843</u>
Plan fiduciary net position - ending	<u>\$ 18,470,152</u>	<u>\$ 13,756,098</u>	<u>\$ 14,519,129</u>	<u>\$ 14,219,568</u>	<u>\$ 13,518,277</u>	<u>\$ 12,565,105</u>	<u>\$ 12,916,210</u>
Net Pension Liability	<u>\$ 19,275,702</u>	<u>\$ 25,549,007</u>	<u>\$ 12,006,430</u>	<u>\$ 11,990,762</u>	<u>\$ 11,427,095</u>	<u>\$ 12,713,250</u>	<u>\$ 9,858,426</u>
Plan fiduciary net position as a percentage of the total pension liability	<u>48.93%</u>	<u>35.00%</u>	<u>54.74%</u>	<u>54.25%</u>	<u>54.19%</u>	<u>49.71%</u>	<u>56.71%</u>
Covered-employee Payroll	<u>\$ 2,840,013</u>	<u>\$ 2,840,128</u>	<u>\$ 2,681,187</u>	<u>\$ 3,026,557</u>	<u>\$ 2,910,151</u>	<u>\$ 2,033,273</u>	<u>\$ 1,795,005</u>
Net position liability as a percentage of covered-employee payroll	<u>678.72%</u>	<u>899.57%</u>	<u>447.80%</u>	<u>396.18%</u>	<u>392.66%</u>	<u>625.26%</u>	<u>549.21%</u>

CITY OF EDWARDSVILLE, ILLINOIS

SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
ILLINOIS MUNICIPAL RETIREMENT FUND
APRIL 30, 2021

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Total Pension Liability:						
Service Cost	\$ 674,945	\$ 672,845	\$ 604,671	\$ 649,304	\$ 624,731	\$ 596,752
Interest	2,292,605	2,166,800	2,039,205	1,984,319	1,893,106	1,787,492
Difference between expected and actual Assumption changes	604,903	400,648	430,616	109,642	(273,411)	(18,881)
Benefit payments, including refunds	<u>(1,652,591)</u>	<u>(1,359,624)</u>	<u>(1,194,223)</u>	<u>(1,066,670)</u>	<u>(1,014,746)</u>	<u>(921,170)</u>
Net change in total pension liability	1,606,499	1,880,669	2,746,117	817,899	1,162,368	1,476,653
Total pension liability - beginning	<u>32,110,958</u>	<u>30,230,289</u>	<u>27,484,172</u>	<u>26,666,273</u>	<u>25,503,905</u>	<u>24,027,252</u>
Total pension liability - ending	<u>\$ 33,717,457</u>	<u>\$ 32,110,958</u>	<u>\$ 30,230,289</u>	<u>\$ 27,484,172</u>	<u>\$ 26,666,273</u>	<u>\$ 25,503,905</u>
Plan Fiduciary Net Position						
Contributions - employer	708,547	604,799	663,631	677,732	673,675	633,657
Contributions - employee	319,184	310,782	312,577	284,141	268,358	261,242
Net investment income	4,179,510	4,700,405	(1,378,383)	4,025,628	1,514,789	108,768
Benefit payments, including refunds	<u>(1,652,591)</u>	<u>(1,359,624)</u>	<u>(1,194,223)</u>	<u>(1,066,670)</u>	<u>(1,014,746)</u>	<u>(921,170)</u>
Administrative	<u>298,655</u>	<u>130,375</u>	<u>414,231</u>	<u>(412,575)</u>	<u>26,712</u>	<u>(91,640)</u>
Net change in plan fiduciary net position	3,853,305	4,386,737	(1,182,167)	3,508,256	1,468,788	(9,143)
Plan fiduciary net position - beginning	<u>29,939,206</u>	<u>25,552,469</u>	<u>26,734,636</u>	<u>23,226,380</u>	<u>21,757,592</u>	<u>21,766,735</u>
Plan fiduciary net position - ending	<u>\$ 33,792,511</u>	<u>\$ 29,939,206</u>	<u>\$ 25,552,469</u>	<u>\$ 26,734,636</u>	<u>\$ 23,226,380</u>	<u>\$ 21,757,592</u>
Net Pension Liability	<u>\$ (75,054)</u>	<u>\$ 2,171,752</u>	<u>\$ 4,677,820</u>	<u>\$ 749,536</u>	<u>\$ 3,439,893</u>	<u>\$ 3,746,313</u>
Plan fiduciary net position as a percentage of the total pension liability	<u>100.22%</u>	<u>93.24%</u>	<u>84.53%</u>	<u>97.27%</u>	<u>87.10%</u>	<u>85.31%</u>
Covered-employee payroll	<u>\$ 6,872,430</u>	<u>\$ 6,896,222</u>	<u>\$ 6,356,610</u>	<u>\$ 6,199,324</u>	<u>\$ 5,899,077</u>	<u>\$ 5,706,058</u>
Net position liability as a percentage of covered-employee payroll	<u>-1.09%</u>	<u>31.49%</u>	<u>73.59%</u>	<u>12.09%</u>	<u>58.31%</u>	<u>65.66%</u>

CITY OF EDWARDSVILLE, ILLINOIS

SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
SLEP
APRIL 30, 2021

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Total Pension Liability:						
Service Cost	\$ 21,163	\$ 20,497	\$ 19,067	\$ 18,999	\$ 18,361	\$ 17,771
Interest	13,705	11,222	8,867	6,947	5,064	3,422
Difference between expected and actual	3,209	-	2,803	1,543	1,489	416
Assumption changes	(2,363)	2,199	5,106	(1,922)	(399)	191
Benefit payments, including refunds	-	-	-	-	-	-
Net change in total pension liability	<u>35,714</u>	<u>33,918</u>	<u>35,843</u>	<u>25,567</u>	<u>24,515</u>	<u>21,800</u>
Total pension liability - beginning	<u>178,450</u>	<u>144,532</u>	<u>108,689</u>	<u>83,122</u>	<u>58,607</u>	<u>36,807</u>
Total pension liability - ending	<u>\$ 214,164</u>	<u>\$ 178,450</u>	<u>\$ 144,532</u>	<u>\$ 108,689</u>	<u>\$ 83,122</u>	<u>\$ 58,607</u>
Plan Fiduciary Net Position						
Contributions - employer	13,633	11,965	12,032	11,494	10,874	10,182
Contributions - employee	8,695	8,620	8,402	8,132	7,842	7,561
Net investment income	19,031	17,995	(1,540)	10,640	3,713	231
Benefit payments, including refunds	-	-	-	-	-	-
Administrative	(1,002)	(1,540)	(1,128)	(1,740)	(1,334)	(3,377)
Net change in plan fiduciary net position	<u>40,357</u>	<u>37,040</u>	<u>17,766</u>	<u>28,526</u>	<u>21,095</u>	<u>14,597</u>
Plan fiduciary net position - beginning	<u>156,404</u>	<u>119,364</u>	<u>101,598</u>	<u>73,072</u>	<u>51,977</u>	<u>37,380</u>
Plan fiduciary net position - ending	<u>\$ 196,761</u>	<u>\$ 156,404</u>	<u>\$ 119,364</u>	<u>\$ 101,598</u>	<u>\$ 73,072</u>	<u>\$ 51,977</u>
Net Pension Liability	<u>\$ 17,403</u>	<u>\$ 22,046</u>	<u>\$ 25,168</u>	<u>\$ 7,091</u>	<u>\$ 10,050</u>	<u>\$ 6,630</u>
Plan fiduciary net position as a percentage of the total pension liability	<u>91.87%</u>	<u>87.65%</u>	<u>82.59%</u>	<u>93.48%</u>	<u>87.91%</u>	<u>88.69%</u>
Covered-employee Payroll	<u>\$ 115,929</u>	<u>\$ 114,933</u>	<u>\$ 112,031</u>	<u>\$ 108,432</u>	<u>\$ 104,558</u>	<u>\$ 100,807</u>
Net position liability as a percentage of covered-employee payroll	<u>15.01%</u>	<u>19.18%</u>	<u>22.47%</u>	<u>6.54%</u>	<u>9.61%</u>	<u>6.58%</u>

CITY OF EDWARDSVILLE, ILLINOIS

SCHEDULE OF CONTRIBUTIONS
POLICE PENSION FUND
APRIL 30, 2021

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Actuarial Determined Contribution	\$ 1,410,455	\$ 1,255,258	\$ 1,180,959	\$ 999,127	\$ 982,302	\$ 930,964	\$ 943,306
Contributions in relation to actuarial determined contribution	<u>1,241,823</u>	<u>1,028,414</u>	<u>999,900</u>	<u>1,006,359</u>	<u>914,581</u>	<u>920,192</u>	<u>875,430</u>
Contribution deficiency (excess)	<u>\$ 168,632</u>	<u>\$ 226,844</u>	<u>\$ 181,059</u>	<u>\$ (7,232)</u>	<u>\$ 67,721</u>	<u>\$ 10,772</u>	<u>\$ 67,876</u>
 Covered-employee Payroll	 <u>3,814,845</u>	 <u>3,770,709</u>	 <u>3,511,618</u>	 <u>3,939,204</u>	 <u>3,815,210</u>	 <u>3,292,520</u>	 <u>3,115,565</u>
 Contributions as a percentage of covered-employee payroll	 <u>32.55%</u>	 <u>27.27%</u>	 <u>28.47%</u>	 <u>25.55%</u>	 <u>23.97%</u>	 <u>27.95%</u>	 <u>28.10%</u>

Actuarial valuations are performed as of April 30 of each year with the related contributions to be made in the following year. Actuarial valuation date for above is April 30, 2021.

The actuarial valuations presented are prepared using the following parameters:

Actuarial Cost Method:	Entry Age Normal
Amortization Method:	Level Percentage of Payroll
Remaining Amortization Period:	21 Years
Asset Valuation Method:	5-Year Smoothed Market Value
 Actuarial Assumptions:	
Interest Rate (current and prior)	7.00%
Payroll Growth	3.25%
Inflation Rate	2.50%

CITY OF EDWARDSVILLE, ILLINOIS

SCHEDULE OF CONTRIBUTIONS
FIRE PENSION FUND
APRIL 30, 2021

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Actuarial Determined Contribution	\$ 1,205,800	\$ 1,118,111	\$ 902,113	\$ 791,424	\$ 739,426	\$ 682,815	\$ 675,973
Contributions in relation to actuarial determined contribution	<u>1,070,440</u>	<u>895,478</u>	<u>895,253</u>	<u>790,982</u>	<u>735,163</u>	<u>714,809</u>	<u>672,267</u>
Contribution deficiency (excess)	<u>\$ 135,360</u>	<u>\$ 222,633</u>	<u>\$ 6,860</u>	<u>\$ 442</u>	<u>\$ 4,263</u>	<u>\$ (31,994)</u>	<u>\$ 3,706</u>
 Covered-employee Payroll	 <u>2,840,013</u>	 <u>2,840,128</u>	 <u>2,681,187</u>	 <u>3,026,557</u>	 <u>2,910,151</u>	 <u>2,033,273</u>	 <u>1,795,005</u>
 Contributions as a percentage of covered-employee payroll	 <u>37.69%</u>	 <u>31.53%</u>	 <u>33.39%</u>	 <u>26.13%</u>	 <u>25.26%</u>	 <u>35.16%</u>	 <u>37.45%</u>

Actuarial valuations are performed as of April 30 of each year with the related contributions to be made in the following year. Actuarial valuation date for above is April 30, 2021.

The actuarial valuations presented are prepared using the following parameters:

Funding Method:	Entry Age Normal
Amortization Method:	Level Percentage of Payroll
Remaining Amortization Period:	21 Years
Asset Valuation Method:	5-Year Smoothed Market Value
 Actuarial Assumptions:	
Interest Rate (current and prior)	7.00%
Payroll Growth	4.00%
Inflation Rate	2.50%

CITY OF EDWARDSVILLE, ILLINOIS

SCHEDULE OF CONTRIBUTIONS
ILLINOIS MUNICIPAL RETIREMENT FUND
APRIL 30, 2021

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Actuarial Determined Contribution	\$ 708,548	\$ 604,799	\$ 663,630	\$ 669,527	\$ 673,675	\$ 637,937
Contributions in relation to actuarial determined contribution	<u>708,547</u>	<u>604,799</u>	<u>663,631</u>	<u>677,732</u>	<u>673,675</u>	<u>633,657</u>
Contribution deficiency (excess)	<u>\$ 1</u>	<u>\$ -</u>	<u>\$ (1)</u>	<u>\$ (8,205)</u>	<u>\$ -</u>	<u>\$ 4,280</u>
 Covered-employee Payroll	 <u>\$ 6,872,430</u>	 <u>\$ 6,896,222</u>	 <u>\$ 6,356,610</u>	 <u>\$ 6,199,324</u>	 <u>\$ 5,899,077</u>	 <u>\$ 5,706,058</u>
 Contributions as a percentage of covered-employee payroll	 <u>10.31%</u>	 <u>8.77%</u>	 <u>10.44%</u>	 <u>10.93%</u>	 <u>11.42%</u>	 <u>11.10%</u>

Actuarial valuation date for above is December 31, 2020.

The actuarial valuations presented are prepared using the following parameters:

Actuarial Cost Method:	Aggregate Entry Age Normal
Amortization Method:	Level Percentage of Payroll, Closed
Remaining Amortization Period:	23 years
Asset Valuation Method:	5-Year smoothed market; 20% corridor
Actuarial Assumptions:	
Interest Rate	7.25%
Wage Growth	3.25%
Price Inflation	2.50%

CITY OF EDWARDSVILLE, ILLINOIS

SCHEDULE OF CONTRIBUTIONS
SLEP
APRIL 30, 2021

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Actuarial Determined Contribution	\$ 13,633	\$ 11,965	\$ 12,032	\$ 11,494	\$ 10,874	\$ 10,182
Contributions in relation to actuarial determined contribution	<u>13,633</u>	<u>11,965</u>	<u>12,032</u>	<u>11,494</u>	<u>10,874</u>	<u>10,182</u>
Contribution deficiency (excess)	<u>\$ -</u>					
 Covered-employee Payroll	 <u>\$ 115,929</u>	 <u>\$ 114,933</u>	 <u>\$ 112,031</u>	 <u>\$ 108,432</u>	 <u>\$ 104,558</u>	 <u>\$ 100,807</u>
 Contributions as a percentage of covered-employee payroll	 <u>11.76%</u>	 <u>10.41%</u>	 <u>10.74%</u>	 <u>10.60%</u>	 <u>10.40%</u>	 <u>10.10%</u>

Actuarial valuation date for above is December 31, 2020.

The actuarial valuations presented are prepared using the following parameters:

Actuarial Cost Method:	Aggregate Entry Age Normal
Amortization Method:	Level Percentage of Payroll, Closed
Remaining Amortization Period:	23 years
Asset Valuation Method:	5-Year smoothed market; 20% corridor
Actuarial Assumptions:	
Interest Rate (current and prior)	7.25%
Wage Growth	3.25%
Price Inflation	2.50%

CITY OF EDWARDSVILLE, ILLINOIS

**SCHEDULE OF INVESTMENT RETURNS
POLICE PENSION FUND
APRIL 30, 2021**

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Annual money-weighted rate of return, net of investment expense	34.67%	-7.23%	1.91%	5.59%	8.49%	-1.64%	3.71%

CITY OF EDWARDSVILLE, ILLINOIS

**SCHEDULE OF INVESTMENT RETURNS
FIRE PENSION FUND
APRIL 30, 2021**

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Annual money-weighted rate of return, net of investment expense	33.04%	-5.61%	1.97%	5.69%	8.41%	-1.68%	4.03%

CITY OF EDWARDSVILLE, ILLINOIS

SCHEDULE OF CHANGES IN NET OPEB LIABILITY AND RELATED RATIOS
RETIREE MEDICAL PROGRAM
APRIL 30, 2021

	<u>2019</u>	<u>2018</u>	<u>2017</u>
Total OPEB Liability:			
Service Cost	\$ 251,614	\$ 245,238	\$ 145,234
Interest	73,100	71,247	75,360
Differences between expected and actual Changes in assumptions	-	439,285	-
Benefit payments, including refunds	<u>(30,276)</u>	<u>(30,276)</u>	<u>(37,121)</u>
Net change in total OPEB liability	294,438	725,494	183,473
Total OPEB liability - beginning	<u>2,811,520</u>	<u>2,086,026</u>	<u>1,902,553</u>
Total OPEB liability - ending	<u>\$ 3,105,958</u>	<u>\$ 2,811,520</u>	<u>\$ 2,086,026</u>
Plan Fiduciary Net Position			
Contributions - employer	30,276	30,276	37,121
Contributions - employee	-	-	-
Net investment income	-	-	-
Benefit payments, including refunds Administrative	<u>(30,276)</u>	<u>(30,276)</u>	<u>(37,121)</u>
Net change in plan fiduciary net position	-	-	-
Plan fiduciary net position - beginning	-	-	-
Plan fiduciary net position - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net OPEB Liability	<u>\$ 3,105,958</u>	<u>\$ 2,811,520</u>	<u>\$ 2,086,026</u>
Plan fiduciary net position as a percentage of the total OPEB liability	<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>
Covered-employee payroll	<u>\$ 11,921,816</u>	<u>\$ 11,463,285</u>	<u>\$ 10,334,042</u>
Net position liability as a percentage of covered-employee payroll	<u>26.05%</u>	<u>24.53%</u>	<u>20.19%</u>
Discount Rate	<u>2.6%</u>	<u>2.6%</u>	<u>4.0%</u>

The City's last actuarial valuation was performed as of May 1, 2020

CITY OF EDWARDSVILLE, ILLINOIS

SCHEDULE OF EMPLOYER PAID CONTRIBUTIONS
RETIREE MEDICAL PROGRAM
APRIL 30, 2021

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Actuarial Determined Contribution	\$ 433,673	\$ 255,259	\$ 255,259	\$ 234,873	\$ 234,873	\$ 184,795	\$ 184,795	\$ 220,866	\$ 220,866
Contributions in relation to actuarial determined contribution	<u>30,276</u>	<u>30,276</u>	<u>37,121</u>	<u>37,032</u>	<u>37,032</u>	<u>27,940</u>	<u>27,940</u>	<u>23,470</u>	<u>23,470</u>
Contribution deficiency (excess)	<u>\$ 403,397</u>	<u>\$ 224,983</u>	<u>\$ 218,138</u>	<u>\$ 197,841</u>	<u>\$ 197,841</u>	<u>\$ 156,855</u>	<u>\$ 156,855</u>	<u>\$ 197,396</u>	<u>\$ 197,396</u>
Covered-employee Payroll	<u>11,463,285</u>	<u>10,334,042</u>	<u>10,334,042</u>	<u>10,334,042</u>	<u>10,334,042</u>	<u>9,472,909</u>	<u>9,472,909</u>	<u>8,679,158</u>	<u>8,679,158</u>
Contributions as a percentage of covered-employee payroll	<u>0.26%</u>	<u>0.29%</u>	<u>0.36%</u>	<u>0.36%</u>	<u>0.36%</u>	<u>0.29%</u>	<u>0.29%</u>	<u>0.27%</u>	<u>0.27%</u>

82 Actuarial valuations are performed as of April 30 of each year with the related contributions to be made in the following year. Actuarial valuation date for above is April 30, 2019.

The actuarial valuations presented are prepared using the following parameters:

Actuarial Cost Method:	Entry Age Normal Cost
Amortization Method:	Level Percentage of Payroll
Assumed Retirement Age	Age 58 and completion of 10 years of service
Actuarial Assumptions:	
Discount Rate	2.60%
Healthcare Inflation	6.00% grading down .25% per year until 4.00%
Salary Appreciation	4.00%
Inflation	2.25%
Mortality Rates	
Pre-Retirement	RP-2014 Healthy Employee Table
Post-Retirement	RP-2014 Healthy Annuitant Table

CITY OF EDWARDSVILLE, ILLINOIS

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
APRIL 30, 2021

Special Revenue Funds

	TIF #2	TIF #4	MFT	ESDA	Street and Bridge	Liability Insurance	Tourism Promotion	Parks and Playgrounds	Municipal Band	Retirement
<u>Assets</u>										
Cash and Investments	\$ 915,818	\$ 1,374,930	\$ 2,352,431	\$ 32,249	\$ -	\$ -	\$ 129,916	\$ -	\$ -	\$ 226,115
Receivables:										
Accounts Receivable	-	-	-	-	-	-	-	-	-	-
Property Tax	1,257,400	164,400	-	-	-	-	-	-	-	700,200
Interest	-	-	2,558	-	-	-	-	-	-	-
Intergovernmental	-	-	166,302	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	19,573	-	-	-
Due From Other Funds	-	-	19,756	-	-	-	11,606	-	-	-
Prepaid Expenses	-	-	-	-	-	-	-	-	-	-
Total Assets	\$ 2,173,218	\$ 1,539,330	\$ 2,541,047	\$ 32,249	\$ -	\$ -	\$ 161,095	\$ -	\$ -	\$ 926,315
<u>Liabilities, Deferred Inflows of Resources, and Fund Balance</u>										
Liabilities:										
Deficit Cash	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts Payable	-	-	11,919	-	-	-	75,057	-	-	-
Accrued Wages	-	-	-	-	-	-	-	-	-	-
Due to Other Funds	-	-	-	-	-	-	-	-	-	-
Total Liabilities	-	-	11,919	-	-	-	75,057	-	-	-
Deferred Inflows of Resources:										
Deferred Revenue	1,257,400	164,400	-	-	-	-	-	-	-	700,200
Fund Balance:										
Nonspendable	-	-	-	-	-	-	-	-	-	-
Restricted	915,818	1,374,930	2,529,128	32,249	-	-	-	-	-	226,115
Committed	-	-	-	-	-	-	86,038	-	-	-
Unassigned	-	-	-	-	-	-	-	-	-	-
Total Fund Balance (Deficit)	915,818	1,374,930	2,529,128	32,249	-	-	86,038	-	-	226,115
Total Liabilities, Deferred Inflows of Resources, and Fund Balance	\$ 2,173,218	\$ 1,539,330	\$ 2,541,047	\$ 32,249	\$ -	\$ -	\$ 161,095	\$ -	\$ -	\$ 926,315

CITY OF EDWARDSVILLE, ILLINOIS

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
APRIL 30, 2021

Special Revenue Funds

	Social Security	Capital Improvement	Community Redevelopment	Incremental Sales Tax	Willey Theatre	SIUE Public Safety	DUI	State Forfeiture	Federal Forfeiture	Capital Equipment
<u>Assets</u>										
Cash and Investments	\$ -	\$ 564,072	\$ -	\$ 106,158	\$ 312,788	\$ 418	\$ 33,427	\$ 3,351	\$ 26,424	\$ 707,395
Receivables:										
Accounts Receivable	-	99,126	-	-	-	-	-	-	-	-
Property Tax	608,700	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-	-
Intergovernmental	-	-	38,898	39,498	-	-	-	-	-	-
Other	-	37,180	13,114	-	-	-	922	-	-	134,930
Due From Other Funds	-	-	-	-	-	-	-	-	-	-
Prepaid Expenses	-	-	-	-	5,078	-	-	-	-	-
Total Assets	\$ 608,700	\$ 700,378	\$ 52,012	\$ 145,656	\$ 317,866	\$ 418	\$ 34,349	\$ 3,351	\$ 26,424	\$ 842,325
<u>Liabilities, Deferred Inflows of Resources, and Fund Balance</u>										
Liabilities:										
Deficit Cash	\$ 11,221	\$ -	\$ 111,190	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts Payable	-	174,181	-	-	1,183	-	-	-	-	-
Accrued Wages	-	-	-	-	2,791	-	-	-	-	-
Due to Other Funds	-	-	11,606	-	-	-	-	-	-	-
Total Liabilities	11,221	174,181	122,796	-	3,974	-	-	-	-	-
Deferred Inflows of Resources:										
Deferred Revenue	608,700	-	12,870	12,909	-	-	-	-	-	-
Fund Balance:										
Nonspendable	-	-	-	-	5,078	-	-	-	-	-
Restricted	-	-	-	132,747	-	-	34,349	3,351	26,424	-
Committed	-	526,197	-	-	308,814	418	-	-	-	842,325
Unassigned	(11,221)	-	(83,654)	-	-	-	-	-	-	-
Total Fund Balance (Deficit)	(11,221)	526,197	(83,654)	132,747	313,892	418	34,349	3,351	26,424	842,325
Total Liabilities, Deferred Inflows of Resources, and Fund Balance	\$ 608,700	\$ 700,378	\$ 52,012	\$ 145,656	\$ 317,866	\$ 418	\$ 34,349	\$ 3,351	\$ 26,424	\$ 842,325

CITY OF EDWARDSVILLE, ILLINOIS

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
APRIL 30, 2021

	Special Revenue Funds					Debt Service Fund	Capital Project Fund	Permanent Funds			Total Nonmajor Governmental Funds
	Ice Rink/ Teen Complex	Nickel Plate Depot	Plummer Family Park	Parks Improvement	Total	Municipal Facilities	Public Safety Facilities	Police Department Endowment	Mobile Intensive Care	Total	
Assets											
Cash and Investments	\$ 790,303	\$ -	\$ 80,428	\$ -	\$ 7,656,223	\$ -	\$ -	\$ 81,681	\$ 270,083	\$ 351,764	\$ 8,007,987
Receivables:											
Accounts Receivable	-	-	-	-	99,126	-	-	-	-	-	99,126
Property Tax	-	-	-	-	2,730,700	-	-	-	-	-	2,730,700
Interest	-	-	-	-	2,558	-	-	-	-	-	2,558
Intergovernmental	-	-	-	-	244,698	-	723,404	-	-	-	968,102
Other	-	-	-	10,928	216,647	-	-	-	-	-	216,647
Due From Other Funds	-	-	-	-	31,362	-	-	-	-	-	31,362
Prepaid Expenses	-	-	-	-	5,078	-	-	-	-	-	5,078
Total Assets	\$ 790,303	\$ -	\$ 80,428	\$ 10,928	\$ 10,986,392	\$ -	\$ 723,404	\$ 81,681	\$ 270,083	\$ 351,764	\$ 12,061,560
Liabilities, Deferred Inflows of Resources, and Fund Balance											
Liabilities:											
Deficit Cash	\$ -	\$ 41,755	\$ -	\$ 562,718	726,884	\$ -	\$ 132,720	\$ -	\$ -	\$ -	\$ 859,604
Accounts Payable	938,033	-	10,180	-	1,210,553	-	-	-	-	-	1,210,553
Accrued Wages	-	-	-	-	2,791	-	-	-	-	-	2,791
Due to Other Funds	-	-	-	-	11,606	-	-	-	9,700	9,700	21,306
Total Liabilities	938,033	41,755	10,180	562,718	1,951,834	-	132,720	-	9,700	9,700	2,094,254
Deferred Inflows of Resources:											
Deferred Revenue	-	-	-	-	2,756,479	-	256,697	-	-	-	3,013,176
Fund Balance:											
Nonspendable	-	-	-	-	5,078	-	-	-	260,383	260,383	265,461
Restricted	-	-	-	-	5,275,111	-	-	81,681	-	81,681	5,356,792
Committed	-	-	70,248	-	1,834,040	-	333,987	-	-	-	2,168,027
Unassigned	(147,730)	(41,755)	-	(551,790)	(836,150)	-	-	-	-	-	(836,150)
Total Fund Balance (Deficit)	(147,730)	(41,755)	70,248	(551,790)	6,278,079	-	333,987	81,681	260,383	342,064	6,954,130
Total Liabilities, Deferred Inflows of Resources, and Fund Balance	\$ 790,303	\$ -	\$ 80,428	\$ 10,928	\$ 10,986,392	\$ -	\$ 723,404	\$ 81,681	\$ 270,083	\$ 351,764	\$ 12,061,560

CITY OF EDWARDSVILLE, ILLINOIS

COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED APRIL 30, 2021

Special Revenue Funds

	TIF #2	TIF #4	MFT	ESDA	Street and Bridge	Liability Insurance	Tourism Promotion	Parks and Playgrounds	Municipal Band	Retirement
Revenues:										
Property Tax	\$ 1,240,735	\$ 159,879	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 684,157
Telecommunication Tax	-	-	-	-	-	-	-	-	-	-
Sales Tax	-	-	-	-	-	-	-	-	-	-
State Allotments	-	-	1,026,531	-	-	-	-	-	-	-
Grants	-	-	956,116	-	-	-	-	-	-	-
Other Local Taxes	-	-	-	-	-	-	159,921	-	-	-
Charges for Services	-	-	-	-	-	-	-	-	-	-
Fines	-	-	-	-	-	-	-	-	-	-
Investment Earnings	5,183	5,851	11,768	154	366	(537)	647	-	31	1,368
Miscellaneous	-	-	-	-	-	-	-	-	-	-
Total Revenues	1,245,918	165,730	1,994,415	154	366	(537)	160,568	-	31	685,525
Expenditures:										
General Government	578,604	60	-	-	-	-	214,810	-	-	590,628
Highways and Streets	-	-	1,121,019	-	-	-	-	-	-	-
Public Safety	-	-	-	1,606	-	-	-	-	-	-
Culture and Recreation	-	-	-	-	-	-	-	-	-	-
Capital Outlay	-	-	40,492	-	-	-	-	-	-	-
Debt Service:										
Principal	-	150,000	-	-	-	-	-	-	-	-
Interest and Charges	-	52,176	-	-	-	-	-	-	-	-
Total Expenditures	578,604	202,236	1,161,511	1,606	-	-	214,810	-	-	590,628
Excess (Deficiency) of Revenues Over Expenditures	667,314	(36,506)	832,904	(1,452)	366	(537)	(54,242)	-	31	94,897
Other Financing Sources (Uses):										
Transfers In (Out)	-	-	(99,996)	-	85,601	45,372	(135,482)	301,237	(116,756)	(40,765)
Payment to Bond Escrow Agent	-	(1,764,154)	-	-	-	-	-	-	-	-
Proceeds from Debt	-	1,780,000	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	15,846	(99,996)	-	85,601	45,372	(135,482)	301,237	(116,756)	(40,765)
Net Change in Fund Balances	667,314	(20,660)	732,908	(1,452)	85,967	44,835	(189,724)	301,237	(116,725)	54,132
Fund Balance, (Deficit) Beginning of Year	248,504	1,395,590	1,796,220	33,701	(85,967)	(44,835)	275,762	(301,237)	116,725	171,983
Fund Balance (Deficit), End of Year	\$ 915,818	\$ 1,374,930	\$ 2,529,128	\$ 32,249	\$ -	\$ -	\$ 86,038	\$ -	\$ -	\$ 226,115

CITY OF EDWARDSVILLE, ILLINOIS

COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED APRIL 30, 2021

Special Revenue Funds

	Social Security	Capital Improvement	Community Redevelopment	Incremental Sales Tax	Wildey Theatre	SIUE Public Safety	DUI	State Forfeiture	Federal Forfeiture	Capital Equipment
Revenues:										
Property Tax	\$ 593,246	\$ 927,101	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Telecommunication Tax	-	-	166,937	-	-	-	-	-	-	-
Sales Tax	-	602,689	-	121,291	-	-	-	-	-	-
State Allotments	-	-	-	-	-	-	-	-	-	-
Grants	-	520,481	210,480	-	-	-	-	-	-	-
Other Local Taxes	-	1,313,907	57,818	-	-	-	-	-	-	635,375
Charges for Services	-	-	-	-	44,286	622,000	-	-	-	-
Fines	-	-	-	-	-	-	27,021	2,868	26,254	-
Investment Earnings	(225)	446	(835)	291	2,589	459	128	69	90	1,091
Miscellaneous	-	8,910	-	-	43,829	-	-	-	-	-
Total Revenues	593,021	3,373,534	434,400	121,582	90,704	622,459	27,149	2,937	26,344	636,466
Expenditures:										
General Government	520,825	-	91,014	79,873	-	-	-	-	-	33,058
Highways and Streets	-	882,129	-	-	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-	-	-	-	-
Culture and Recreation	-	-	-	-	247,357	-	-	-	-	-
Capital Outlay	-	882,899	525,012	-	-	-	19,500	42,900	4,600	478,255
Debt Service:										
Principal	-	274,620	-	-	-	-	-	-	-	-
Interest and Charges	-	68,084	-	-	-	-	-	-	-	-
Total Expenditures	520,825	2,107,732	616,026	79,873	247,357	-	19,500	42,900	4,600	511,313
Excess (Deficiency) of Revenues Over Expenditures	72,196	1,265,802	(181,626)	41,709	(156,653)	622,459	7,649	(39,963)	21,744	125,153
Other Financing Sources (Uses):										
Transfers In (Out)	31,737	(85,601)	116,988	(24,315)	(162,000)	(1,272,127)	-	-	-	375,000
Payment to Bond Escrow Agent	-	-	-	-	-	-	-	-	-	-
Proceeds from Debt	-	-	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	31,737	(85,601)	116,988	(24,315)	(162,000)	(1,272,127)	-	-	-	375,000
Net Change in Fund Balances	103,933	1,180,201	(64,638)	17,394	(318,653)	(649,668)	7,649	(39,963)	21,744	500,153
Fund Balance, (Deficit) Beginning of Year	(115,154)	(654,004)	(19,016)	115,353	632,545	650,086	26,700	43,314	4,680	342,172
Fund Balance (Deficit), End of Year	\$ (11,221)	\$ 526,197	\$ (83,654)	\$ 132,747	\$ 313,892	\$ 418	\$ 34,349	\$ 3,351	\$ 26,424	\$ 842,325

CITY OF EDWARDSVILLE, ILLINOIS

COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED APRIL 30, 2021

	Special Revenue Funds					Debt Service Fund	Capital Project Fund	Permanent Funds			Total Nonmajor Governmental Funds
	Ice Rink/ Teen Complex	Nickel Plate Depot	Plummer Family Park	Parks Improvement	Total	Municipal Facilities	Public Safety Facilities	Police Department Endowment	Mobile Intensive Care	Total	
Revenues:											
Property Tax	\$ -	\$ -	\$ -	\$ -	\$ 3,605,118	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,605,118
Telecommunication Tax	-	-	-	-	166,937	-	-	-	-	-	166,937
Sales Tax	-	-	-	-	723,980	-	1,536,490	-	-	-	2,260,470
State Allotments	-	-	-	-	1,026,531	-	-	-	-	-	1,026,531
Grants	-	-	-	-	1,687,077	-	-	-	-	-	1,687,077
Other Local Taxes	-	-	-	90,099	2,257,120	-	-	-	-	-	2,257,120
Charges for Services	81,930	-	185,998	21,665	955,879	-	-	-	-	-	955,879
Fines	-	-	-	-	56,143	-	-	-	-	-	56,143
Investment Earnings	2,576	140	227	(7,443)	24,434	-	(4,814)	359	1,137	1,496	21,116
Miscellaneous	959,641	10,019	6,992	(1,914)	1,027,477	-	-	-	500	500	1,027,977
Total Revenues	1,044,147	10,159	193,217	102,407	11,530,696	-	1,531,676	359	1,637	1,996	13,064,368
Expenditures:											
General Government	-	-	-	-	2,108,872	-	-	-	-	-	2,108,872
Highways and Streets	-	-	-	-	2,003,148	-	-	-	-	-	2,003,148
Public Safety	-	-	-	-	1,606	-	7,463	-	-	-	9,069
Culture and Recreation	42,096	18,750	122,969	52,973	484,145	-	-	-	-	-	484,145
Capital Outlay	1,503,445	237,310	-	161,620	3,896,033	-	167,449	-	10,000	10,000	4,073,482
Debt Service:											
Principal	-	-	-	-	424,620	100,500	955,662	-	-	-	1,480,782
Interest and Charges	-	-	-	-	120,260	9,382	344,814	-	-	-	474,456
Total Expenditures	1,545,541	256,060	122,969	214,593	9,038,684	109,882	1,475,388	-	10,000	10,000	10,633,954
Excess (Deficiency) of Revenues Over Expenditures	(501,394)	(245,901)	70,248	(112,186)	2,492,012	(109,882)	56,288	359	(8,363)	(8,004)	2,430,414
Other Financing Sources (Uses):											
Transfers In (Out)	-	135,482	-	599,650	(245,975)	109,882	1,272,127	-	-	-	1,136,034
Payment to Bond Escrow Agent	-	-	-	-	(1,764,154)	-	(6,492,503)	-	-	-	(8,256,657)
Proceeds from Debt	-	-	-	-	1,780,000	-	6,530,000	-	-	-	8,310,000
Total Other Financing Sources (Uses)	-	135,482	-	599,650	(230,129)	109,882	1,309,624	-	-	-	1,189,377
Net Change in Fund Balances	(501,394)	(110,419)	70,248	487,464	2,261,883	-	1,365,912	359	(8,363)	(8,004)	3,619,791
Fund Balance, (Deficit) Beginning of Year	353,664	68,664	-	(1,039,254)	4,016,196	-	(1,031,925)	81,322	268,746	350,068	3,334,339
Fund Balance (Deficit), End of Year	\$ (147,730)	\$ (41,755)	\$ 70,248	\$ (551,790)	\$ 6,278,079	\$ -	\$ 333,987	\$ 81,681	\$ 260,383	\$ 342,064	\$ 6,954,130

CITY OF EDWARDSVILLE, ILLINOIS

GENERAL FUND
SCHEDULE OF EXPENDITURES COMPARED TO BUDGET
FOR THE YEAR ENDED APRIL 30, 2021

	<u>Budget</u>	<u>Actual</u>
General Government:		
Legislative and Executive:		
Personal Services	\$ 245,337	\$ 250,282
Supplies	1,500	474
Contractual Services	<u>609,268</u>	<u>598,568</u>
Total Legislative and Executive	<u>856,105</u>	<u>849,324</u>
Legal and Judicial:		
Personal Services	231,228	229,423
Supplies	-	225
Contractual Services	<u>48,000</u>	<u>45,422</u>
Total Legal and Judicial	<u>279,228</u>	<u>275,070</u>
City Clerk/Collector:		
Personal Services	555,153	543,047
Supplies	82,500	82,238
Contractual Services	87,239	89,092
Capital Outlay	-	2,203
Total City Clerk	<u>724,892</u>	<u>716,580</u>
City Treasurer:		
Personal Services	16,200	16,201
Contractual Services	<u>34,584</u>	<u>34,582</u>
Total City Treasurer	<u>50,784</u>	<u>50,783</u>
Human Resources:		
Personal Services	188,055	180,596
Supplies	900	4,766
Contractual Services	56,624	34,175
Capital Outlay	<u>1,000</u>	<u>1,085</u>
Total Human Resources	<u>246,579</u>	<u>220,622</u>
Economic Development		
Personal Services	96,294	95,585
Supplies	1,500	225
Contractual Services	<u>117,810</u>	<u>100,935</u>
Total Planning and Zoning	<u>215,604</u>	<u>196,745</u>

CITY OF EDWARDSVILLE, ILLINOIS

GENERAL FUND
SCHEDULE OF EXPENDITURES COMPARED TO BUDGET (CONTINUED)
FOR THE YEAR ENDED APRIL 30, 2021

	<u>Budget</u>	<u>Actual</u>
General Government: (Continued)		
Public Grounds and Buildings:		
Personal Services	\$ 74,208	\$ 65,438
Supplies	25,000	27,455
Contractual Services	434,003	440,317
Total Public Grounds and Buildings	<u>533,211</u>	<u>533,210</u>
IT and Communication:		
Personal Services	\$ 190,860	\$ 186,622
Supplies	43,350	40,994
Contractual Services	151,069	101,761
Capital Outlay	48,300	43,339
Total Public Grounds and Buildings	<u>433,579</u>	<u>372,716</u>
Total General Government	<u>3,339,982</u>	<u>3,215,050</u>
Public Safety:		
Police and Fire Commission:		
Supplies	50	12
Contractual Services	4,350	711
Total Police and Fire Commission	<u>4,400</u>	<u>723</u>
Police Department:		
Personal Services	6,122,011	5,910,098
Supplies	152,860	108,595
Contractual Services	307,200	355,332
Capital Outlay	-	131,665
Total Police Department	<u>6,582,071</u>	<u>6,505,690</u>
Fire Department:		
Personal Services	3,922,454	3,876,657
Supplies	85,220	87,794
Contractual Services	276,167	319,690
Total Fire Department	<u>4,283,841</u>	<u>4,284,141</u>
Total Public Safety	<u>10,870,312</u>	<u>10,790,554</u>

CITY OF EDWARDSVILLE, ILLINOIS

GENERAL FUND
SCHEDULE OF EXPENDITURES COMPARED TO BUDGET (CONTINUED)
FOR THE YEAR ENDED APRIL 30, 2021

	<u>Budget</u>	<u>Actual</u>
Highways and Streets:		
Personal Services	\$ 1,050,568	\$ 1,047,836
Supplies	66,050	58,745
Contractual Services	<u>1,032,577</u>	<u>1,042,614</u>
Total Highways and Streets	<u>2,149,195</u>	<u>2,149,195</u>
Public Works:		
Personal Services	1,739,540	1,552,093
Supplies	35,600	25,319
Contractual Services	181,550	198,554
Capital Outlay	-	<u>10,702</u>
Total Public Works	<u>1,956,690</u>	<u>1,786,668</u>
Culture and Recreation:		
Parks & Recreation:		
Personal Services	975,870	685,440
Supplies	87,750	67,039
Contractual Services	<u>217,100</u>	<u>209,127</u>
Total Cable TV Commission	<u>1,280,720</u>	<u>961,606</u>
Cable TV Commission:		
Personal Services	156,092	164,532
Supplies	6,525	5,910
Contractual Services	<u>18,100</u>	<u>12,214</u>
Total Cable TV Commission	<u>180,717</u>	<u>182,656</u>
Historic Preservation:		
Supplies	4,000	1,553
Contractual Services	<u>4,200</u>	<u>972</u>
Total Historic Preservation	<u>8,200</u>	<u>2,525</u>
Beautification Committee		
Personal Services	\$ 4,150	\$ 3,455
Supplies	25,119	25,718
Contractual Services	<u>34,275</u>	<u>33,289</u>
Total Beautification Committee	<u>63,544</u>	<u>62,462</u>
Total Culture and Recreation	<u>1,533,181</u>	<u>1,209,249</u>
Total Expenditures	<u>\$ 19,849,360</u>	<u>\$ 19,150,716</u>

CITY OF EDWARDSVILLE, ILLINOIS

TAX RATES AND EXTENSIONS
APRIL 30, 2021

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Total Assessed Value	\$ 575,553,655	\$ 581,554,858	\$ 588,365,147	\$ 610,879,864	\$ 645,285,934	\$ 703,566,792	\$ 736,756,700	\$ 752,544,656	\$ 786,084,246	\$ 888,486,731
Tax Increment Financing -										
District #1	\$ 6,816,870	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District #2	\$ 8,856,750	\$ 9,087,420	\$ 10,207,860	\$ 10,233,470	\$ 10,621,840	\$ 11,683,390	\$ 14,426,890	\$ 15,538,530	\$ 16,501,770	\$ 17,073,730
North Gateway Commerce Center	\$ 20,708,960	\$ 20,100,450	\$ 19,733,280	\$ 19,108,500	\$ 19,141,580	\$ 18,809,670	\$ 18,813,380	\$ 19,423,220	\$ 23,022,980	\$ -
North Main Street	\$ 556,580	\$ 502,680	\$ 484,240	\$ 499,260	\$ 701,450	\$ 1,043,540	\$ 1,234,800	\$ 1,424,920	\$ 2,126,390	\$ 2,232,250
Special Service Area -										
Madison Avenue	\$ 10,875,510	\$ 10,897,710	\$ 10,547,170	\$ 10,375,130	\$ 10,583,050	\$ 10,873,690	\$ 11,149,550	\$ 11,211,950	\$ 11,075,080	\$ 11,361,540
St. Louis Street	\$ 6,868,730	\$ 6,603,910	\$ 6,439,840	\$ 6,553,020	\$ 6,583,540	\$ 7,087,200	\$ 7,323,110	\$ 7,512,920	\$ 7,782,830	\$ 7,874,740
Rates:										
General	\$ 0.2458	\$ 0.2584	\$ 0.2555	\$ 0.2473	\$ 0.2342	\$ 0.2148	\$ 0.2052	\$ 0.2009	\$ 0.7132	\$ 0.7385
ESDA	0.0011	0.0011	0.0011	0.0010	0.0010	0.0009	0.0009	0.0009	-	-
Garbage	0.1009	0.0999	0.0988	0.0952	0.0685	0.0458	0.0404	0.0396	-	-
Parks and Playgrounds	0.0861	0.0853	0.0844	0.0895	0.0942	0.0971	0.1023	0.1197	-	-
Library	0.2035	0.2005	0.2064	0.2038	0.1971	0.1843	0.1800	0.1794	0.1911	0.1691
School Crossing Guard	0.0094	0.0094	0.0093	0.0090	0.0086	0.0079	0.0076	0.0075	-	-
Public Comfort Station	0.0036	0.0036	0.0036	0.0035	0.0034	0.0032	0.0045	0.0045	-	-
Band	0.0204	0.0202	0.0158	0.0153	0.0145	0.0133	0.0128	0.0126	-	-
Fire Protection	0.1611	0.1595	0.1577	0.1550	0.1933	0.1773	0.1694	0.1659	-	-
Fire Pension	0.0790	0.0817	0.1086	0.1107	0.1103	0.1062	0.1076	0.1199	0.1148	0.1117
Police Protection	0.0881	0.0872	0.0862	0.0847	0.0802	0.0736	0.0798	0.0782	-	-
Police Pension	0.1251	0.1239	0.1401	0.1441	0.1419	0.1355	0.1372	0.1377	0.1318	0.1283
IMRF	0.0939	0.0930	0.0920	0.0998	0.1038	0.1024	0.1006	0.0985	0.0873	0.0796
Social Security	0.0739	0.0758	0.0809	0.0811	0.0838	0.0805	0.0796	0.0806	0.0757	0.0692
Street and Bridge	0.1052	0.1042	0.1030	0.0993	0.0941	0.1094	0.1165	0.1236	0.1183	0.1047
Liability Insurance	0.0722	0.0792	0.0940	0.0977	0.0724	0.0665	0.0670	0.0656	-	-
	\$ 1.4693	\$ 1.4829	\$ 1.5374	\$ 1.5370	\$ 1.5013	\$ 1.4187	\$ 1.4114	\$ 1.4351	\$ 1.4322	\$ 1.4011
Tax Increment Financing -										
District #1	\$ 6,9312	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District #2	\$ 6,9312	\$ 7,0689	\$ 7,2455	\$ 7,2364	\$ 7,2947	\$ 6,9818	\$ 7,5488	\$ 7,5565	\$ 7,5188	\$ 7,4389
North Gateway Commerce Center	\$ 7,7132	\$ 7,8831	\$ 8,0642	\$ 8,0649	\$ 8,1106	\$ 7,8032	\$ 8,3694	\$ 8,3662	\$ 8,3172	\$ -
North Main Street	\$ 6,9312	\$ 7,0690	\$ 7,2455	\$ 7,2364	\$ 7,2947	\$ 6,9818	\$ 7,5488	\$ 7,5565	\$ 7,5188	\$ 7,4389
Special Service Area -										
Madison Avenue	\$ 0.3016	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
St. Louis Street	\$ 0.4926	\$ -	\$ 0.5442	\$ 0.5415	\$ 0.5449	\$ 0.4973	\$ 0.4862	\$ 0.4782	\$ 0.4523	\$ 0.4075

CITY OF EDWARDSVILLE, ILLINOIS

TAX RATES AND EXTENSIONS
APRIL 30, 2021

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Extensions:										
General	\$ 1,414,711	\$ 1,502,738	\$ 1,503,273	\$ 1,510,706	\$ 1,511,260	\$ 1,511,262	\$ 1,511,825	\$ 1,511,862	\$ 5,606,353	\$ 6,561,475
ESDA	6,331	6,397	6,472	6,109	6,453	6,332	6,631	6,773	-	-
Garbage	580,734	580,973	581,305	581,558	442,021	322,234	297,650	298,008	-	-
Parks and Playgrounds	495,552	496,066	496,580	546,737	607,859	683,163	753,702	900,796	-	-
Library	1,171,252	1,166,017	1,214,386	1,244,973	1,271,859	1,296,674	1,326,162	1,350,065	1,502,207	1,502,431
School Crossing Guard	54,102	54,666	54,718	54,979	55,495	55,582	55,994	56,441	-	-
Public Comfort Station	20,720	20,936	21,181	21,381	21,940	22,514	33,154	33,864	-	-
Band	117,413	117,474	92,962	93,465	93,566	93,574	94,305	94,821	-	-
Fire Protection	927,217	927,580	927,852	946,864	1,247,338	1,247,424	1,248,066	1,248,472	-	-
Fire Pension	454,687	475,130	638,964	676,244	711,750	747,188	792,750	902,301	902,425	992,440
Police Protection	507,063	507,116	507,171	517,415	517,519	517,825	587,932	588,490	-	-
Police Pension	720,017	720,547	824,300	880,278	915,661	953,333	1,010,830	1,036,254	1,036,059	1,139,928
IMRF	540,445	540,846	541,296	609,658	669,807	720,452	741,177	741,256	686,252	707,235
Social Security	425,334	440,819	475,987	495,423	540,750	566,371	586,458	606,551	595,066	614,833
Street and Bridge	605,482	605,980	606,016	606,604	607,214	769,702	858,321	930,145	929,937	930,246
Liability Insurance	415,550	460,591	553,063	596,829	467,187	467,872	493,627	493,669	-	-
	<u>\$ 8,456,610</u>	<u>\$ 8,623,876</u>	<u>\$ 9,045,526</u>	<u>\$ 9,389,223</u>	<u>\$ 9,687,679</u>	<u>\$ 9,981,502</u>	<u>\$ 10,398,584</u>	<u>\$ 10,799,768</u>	<u>\$ 11,258,299</u>	<u>\$ 12,448,588</u>
Tax Increment Financing -										
District #1	\$ 472,491	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District #2	\$ 613,880	\$ 642,381	\$ 739,611	\$ 740,536	\$ 774,832	\$ 815,723	\$ 1,089,057	\$ 1,174,184	\$ 1,240,735	\$ 1,270,098
North Gateway Commerce Center	\$ 1,597,324	\$ 1,584,539	\$ 1,591,331	\$ 1,541,081	\$ 1,552,497	\$ 1,467,756	\$ 1,574,586	\$ 1,624,985	\$ 1,914,890	\$ -
North Main Street	\$ 38,578	\$ 35,534	\$ 35,086	\$ 36,129	\$ 51,169	\$ 72,859	\$ 93,213	\$ 107,675	\$ 159,879	\$ 166,055
Special Service Area -										
Madison Avenue	\$ 32,801	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
St. Louis Street	\$ 33,835	\$ -	\$ 35,046	\$ 35,485	\$ 35,880	\$ 35,245	\$ 35,605	\$ 35,927	\$ 35,202	\$ 32,090

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**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED
ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE
WITH GOVERNMENT AUDITING STANDARDS**

To the Mayor and City Council
City of Edwardsville, Illinois

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Edwardsville, Illinois as of and for the year ended April 30, 2021, and the related notes to the financial statements, which collectively comprise the City of Edwardsville, Illinois' basic financial statements, and have issued our report thereon dated September 26, 2022.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City of Edwardsville, Illinois' internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City of Edwardsville, Illinois' internal control. Accordingly, we do not express an opinion on the effectiveness of the City of Edwardsville, Illinois' internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City of Edwardsville, Illinois' financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

C. J. Schloss & Co. LLC

Certified Public Accountants

Alton, Illinois

September 26, 2022

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH
MAJOR PROGRAM AND ON INTERNAL CONTROL OVER
COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE**

To the Mayor and City Council
City of Edwardsville, Illinois

Report on Compliance for Each Major Federal Program

We have audited the City of Edwardsville, Illinois' ("City") compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the City of Edwardsville, Illinois' major federal programs for the year ended April 30, 2021. The City of Edwardsville, Illinois' major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of City of Edwardsville, Illinois' major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the City of Edwardsville, Illinois' compliance.

Opinion on Each Major Federal Program

In our opinion, the City of Edwardsville, Illinois complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended April 30, 2021.

Report on Internal Control Over Compliance

Management of the City of Edwardsville, Illinois is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered City's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of City's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

C. J. Schlosser & Company LLC

Certified Public Accountants

Alton, Illinois

September 26, 2022

CITY OF EDWARDSVILLE, ILLINOIS

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED APRIL 30, 2021

<u>Federal Grantor/ Pass-through Grantor/ Program Title</u>	<u>CFDA Number</u>	<u>Agency or Pass-through Number</u>	<u>Program or Award Amount</u>	<u>Federal Disbursements/ Expenditures</u>
<u>Department of the Treasury</u>				
Passed Through State of Illinois Commerce and Economic Opportunity:				
Coronavirus Relief Fund	21.019		\$ 1,098,609	\$ <u>1,098,609</u>
<u>U.S. Department of Transportation</u>				
Passed Through State of Illinois Department of Transportation:				
Highway Planning and Construction	20.205	P-98-015-20	78,572.00	78,572
Highway Planning and Construction	20.205	P-98-016-18	37,180	<u>37,180</u>
				<u>115,752</u>
 Total Federal Awards				 <u>\$ 1,214,361</u>

No awards were passed through to Sub-recipients

See notes to schedule of expenditures of federal awards

CITY OF EDWARDSVILLE, ILLINOIS

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
APRIL 30, 2021

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

General

The accompanying Schedule of Federal Awards presents the activity of all federal award programs of City of Edwardsville, Illinois. The City's reporting entity is defined in Note 1 to the City's financial statements. Federal awards passed through other government agencies are included on the schedule.

Basis of Accounting

The accompanying Schedule of Federal Awards is presented using the modified accrual basis of accounting, which is described in Note 1 to the City's financial statements.

Noncash Assistance, Federal Insurance and Loans/Loan Guarantees

The City did not receive any noncash assistance, federal guaranteed loans or federal insurance for any of its programs for the year ended April 30, 2021.

Subrecipient Monitoring

The City did not provide any funds to subrecipients for federal funds.

Indirect Cost Rate

The City elected to use the de minimis indirect cost rate of 10%.

CITY OF EDWARDSVILLE, ILLINOIS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
APRIL 30, 2021

Part 1 -- Summary of Auditor's Results

- (a) The independent accountants' report expresses an unmodified opinion on the governmental activities and the business-type activities and fund financial statements.
- (b) No significant deficiencies or material weaknesses in internal control were disclosed during the audit of the financial statements which would be required to be reported in accordance with Government Auditing Standards.
- (c) No instances of noncompliance material to the financial statements were disclosed during the audit which would be required to be reported in accordance with Governmental Auditing Standards.
- (d) No significant deficiencies or material weaknesses in internal control over major federal programs were disclosed by the audit of the financial statements of the City.
- (e) An unmodified opinion was issued in the report on compliance for major programs.
- (f) The audit did not disclose any findings required to be reported in accordance with Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*.
- (g) The City's major program is Coronavirus Relief Fund - CFDA #21.019.
- (h) The dollar threshold to distinguish between Type A and Type B programs is \$750,000.
- (i) The City did not qualify as a low-risk auditee under Section .530.

Part 2 -- The City has no findings to the financial statements that are required to be reported in accordance with GAGAS.

Part 3 -- The City has no findings or questioned costs for federal awards

CITY OF EDWARDSVILLE, ILLINOIS

**SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS
APRIL 30, 2021**

None



**INDEPENDENT AUDITOR'S REPORT ON
COMPLIANCE WITH TAX INCREMENT FINANCING ACT**

To the Mayor and City Council
City of Edwardsville, Illinois

Report on the Financial Statements

We have audited the accompanying financial statements of the of the City of Edwardsville, Illinois as of and for the year ended April 30, 2021, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audits. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Other Matters

The management of the City of Edwardsville, Illinois is responsible for the government's compliance with laws and regulations. In connection with our audit, referred to above, we selected and tested transactions and records to determine the government's compliance with 65 ILCS 5/11-74.4-3, "Tax Increment Allocation Redevelopment Act".

The results of our tests indicate that for the items tested, the City of Edwardsville, Illinois, complied with Subsection (q) of 65 ILCS 5/11-74.4-3, "Tax Increment Allocation Redevelopment Act". Nothing came to our attention that caused us to believe that, for the items not tested, the City of Edwardsville, Illinois was not in compliance with Subsection (q) of 65 ILCS 5/11-74.4-3, "Tax Increment Allocation Redevelopment Act".

C. J. Schlosser CPA LLC

Certified Public Accountants

Alton, Illinois

September 26, 2022